

2013

216th Annual Report for the Town of Castine, Maine 2012-2013

Castine (Me.) Town Office

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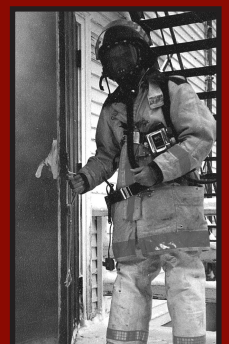
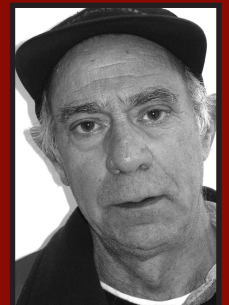
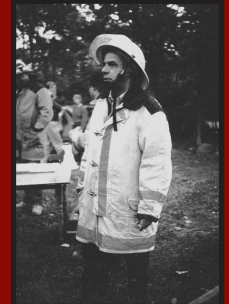
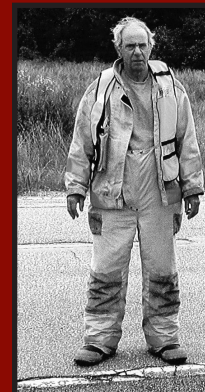
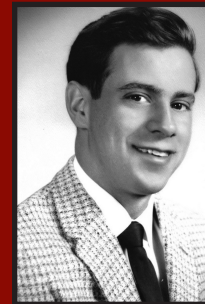
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216th ANNAUL REPORT 2012-2013 • TOWN WARRANT 2014 • TOWN OF CASTINE



216th ANNUAL REPORT
FOR THE TOWN OF
CASTINE, MAINE
2012-2013
TOWN WARRANT 2014
INCORPORATED 1796

**Castine Volunteer Firefighter's Association
P. O. Box 602
Castine, ME 04421**



Friday, March 07, 2014

As the President of the Castine Volunteer Firefighter's Association (CVFA), it is my honor to inform you that CVFA and the Castine Fire Rescue Department are planning to celebrate Assistant Fire Chief Peter F. Vogell's 50+ years of dedicated service to the Town of Castine and Hancock County at a departmental awards ceremony. The event is scheduled for Wednesday, May 7th from 5-7 PM in the upstairs auditorium of Emerson Hall, the Castine Town Office located at 67 Court Street.

A lifelong resident of Castine, Assistant Chief Vogell was born in the small Castine Hospital and attended both the Adams and later the Abbott Schools in Castine before graduating from Bucksport High School. Upon graduation, he entered the Navy and served in numerous combat operations during the Vietnam War onboard a Patrol Boat, River (PBR) in the capacities of engineer, engineman, runner and Boat Captain. Upon completion of his combat tour, he returned to the United States and worked as a mechanic in Bangor and later for the Town of Castine before taking a job in the boiler house at the Bucksport paper mill, where he worked until retirement. Today, Vogell continues to fish for shellfish and lobsters in Penobscot Bay as he has done since the age of 14.

Assistant Chief Vogell began his earnest involvement with the Castine Fire Department in 1962 at the age of 16. And, with the exception of his time in Vietnam, he has remained an active member of the Department since that time. He has filled many positions of responsibility within the Department over the years, and was first promoted to the rank of Assistant Fire Chief in 1972. He later served as the Fire Chief from 1973-1979. He then served as Assistant Fire Chief from 1983 to 1995, and again from 1999 to the present time. He spearheaded Castine's transition to the 911 system and incorporation into the Hancock County Regional Communications Center, to include all of the necessary mapping and road/house numbering/labeling. Most recently he managed the successful transition of all the Department's communications systems through the FCC mandated public safety narrow-banding process. Through the years, Vogell has served in many additional roles as a board member, project manager and chairman of numerous committees.

In addition to his involvement with the Castine Fire Department, Vogell has also been an active member of the Castine Volunteer Firefighter's Association, the Hancock County Firefighter's Association and its District 2/3 Fire Chiefs Committee, the Maine State Federation of Fire Fighters and the Maine Fire Chiefs Association.

Assistant Chief Vogell was instrumental in the establishment of Castine's Bagaduce Volunteer Ambulance Corps, which proudly served this community for 35 years before its disbanding in 2011. At that time, Vogell played a critical role in guiding the community smoothly through this transition. His leadership was a key element in the successful short-fused reorganization of the Castine Fire Department into the Castine Fire Rescue Department, and its updated mission to provide non-transporting medical first response services to the Castine community in cooperation with Peninsula Ambulance Corps.

Assistant Chief Vogell's volunteerism reaches far beyond his involvement in the Castine Fire Department. He has served as one of three members of Castine's Board of Selectman/Assessors and Overseers of the Poor for 31 of the past 32 years. He also currently serves as Castine's Plumbing Inspector, a position he has held since the early 1980's. Although he now winters in Florida with his wife, Vogell rarely misses a Selectmen's or other important civic meeting as he flies up twice a month from Florida to attend to his town responsibilities and to add his experienced voice and vote to the agenda. In his capacity as Senior Selectman, he also serves as an intermediary between the Maine Maritime Academy and the Town of Castine. This includes his active participation in regular "Town and Gown" meetings held to ensure that both entities can continue to coexist synergistically.

Assistant Chief Vogell's dedication to his community is unparalleled, and serves as an example to all. He has spent a lifetime "answering the call" when his community needed him, either as a volunteer firefighter, an emergency services manager, or as an experienced civic leader. Through his noteworthy accomplishments, perseverance, and selfless devotion to duty, Assistant Chief Vogell reflects great credit upon himself, the Town of Castine, the Castine Fire Rescue Department and upholds the highest traditions of the volunteer fire service.

I respectfully request your assistance in celebrating his many achievements by providing a letter of recognition or an appropriate award or citation. All correspondence should be sent to Castine Volunteer Firefighter's Association, ATTN: 50 Years, PO Box 602, Castine, ME 04421. Should you desire to attend the event and make a presentation, please let us know in advance so that we can include you in the program.

Thank you in advance for your assistance with this matter.

Sincerely,

Stephen E. "Jack" Spratt
President, Castine Volunteer Firefighter's Association



Paul R. LePage
GOVERNOR

STATE OF MAINE
OFFICE OF THE GOVERNOR
1 STATE HOUSE STATION
AUGUSTA, MAINE
04333-0001

March 17, 2014

Assistant Fire Chief Peter F. Vogell
13 Court Street
Castine, ME 04421

Dear Assistant Chief Vogell,

It is with great pleasure that I join your fellow community members in offering our deepest appreciation for your many years of service with the Castine Fire Department. A member of the Department since 1962, you have certainly reached a milestone to remember.

Throughout more than 50 years of service with the Department, you have remained committed to serving your community by protecting your neighbors' lives and property - and I know that in your many years of service with the United State Navy, you have done the same for Maine and our country. Your selfless sense of public service is evident, and for that I thank you. I am very proud to call you a citizen of our great State of Maine.

Congratulations on your many remarkable achievements, and I wish you the best in the many years to come.

Sincerely,

Paul R. LePage
Governor

216th Annual Report of the Town of
CASTINE, MAINE
 INCORPORATED 1796
 2012-2013



This edition is dedicated to Assistant Fire Chief Peter Vogell and all of the Castine Fire Rescue Department volunteers. We thank each of you for your commitment, time and dedication to ensure that the Castine community is safe and taken care of. A special Thank You to Peter for over 50 years of service and for the obvious adoration, fondness and attention he gives to his hometown and its people.



Thank you to all who have contributed reports, photographs and technical assistance to this publication.

*Susan Macomber & Karen Motycka, Editors
 Design and production by the Castine Town Office
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Cover & Book Photographs courtesy of: Adams School, Henry & Laurie Erhard, Ruth Van Horn, The Bruns Family, The Hatch Family, Michele Mann, Kathy Eaton, Sharlene Daly, Alton Chelette, Lisa Burton, Rosemary Wyman, Jack & Christine Spratt, Wilson Museum, Castine Patriot, Castine Fire Rescue Dept and the Castine Town Office.



Honor Roll

John Artz
Eugene "Gene" Bruns
Sven Danielson
Jessie Richard
Alice Snow
Henry "Mike" Erhard
Harold Hatch
Edward Squibb
Annesley Swicker
John Steppacher
Robert "Bob" Daly
Dominic Leali
Barbara Stearns
David Van Horn



The Next Generation

Zeila Beckett
Saffron Simmons



Eugene "Gene" Burns



Sven Danielson



Jessie Richard



Henry "Mike" Erhard



Alice Snow



Harold Hatch



Robert "Bob" Daly



Dominic Leali



Barbara Stearns



David Van Horn

Table of Contents

| | Page |
|--|------|
| Directory of Local Facilities | 6 |
| Town Officials and Committee Members | 7 |
| Reports | |
| Selectmen/Town Manager | 9 |
| Finance Officer | 11 |
| Town Clerk | 12 |
| Code Enforcement Officer | 13 |
| Revenue | 14 |
| Tax Collector | 15 |
| Assessor | 16 |
| Fire Rescue Department | 17 |
| Volunteer Firefighter's Association | 19 |
| Utility Board | 20 |
| Lighthouse Bank Accounts | 21 |
| Water Department Budget | 22 |
| Pollution Control Budget | 23 |
| Planning Board & Board of Appeals | 24 |
| Castine Cemetery Association | 24 |
| Castine Historic Preservation Commission | 26 |
| Castine Historical Society | 27 |
| Tree Committee | 28 |
| Harbor Committee | 29 |
| Peninsula Ambulance Corps | 30 |
| Recreation Committee | 31 |
| Community & Economic Development Committee (CED) | 32 |
| Castine Arts Association | 34 |
| Wilson Museum | 35 |
| Witherle Memorial Library | 36 |
| Witherle Memorial Library Trustees | 38 |
| Friends of Witherle Memorial Library | 39 |
| Castine Garden Club | 40 |
| Castine Woman's Club | 41 |
| Doctor Mary Cushman | 44 |
| Superintendent | 45 |
| Adams School Principal | 46 |
| George Stevens Academy | 47 |
| Taxpayer List for 2013 | 48 |
| Exempted Veterans/Veterans Widows | 63 |
| Exempted Real Estate | 64 |
| Taxable Personal Property | 65 |
| Castine Position Salaries | 67 |
| School Audit | 70 |
| Water Audit | 82 |
| Town Audit | 100 |

Castine Municipal Office Hours

Emerson Hall, 67 Court Street
 Monday through Friday, 8:00 a.m. to 3:30 p.m.
 Closed on legal holidays

Transfer Station Hours

| | |
|-----------|-----------------|
| Monday | Closed |
| Tuesday | 8 a.m. - 1 p.m. |
| Wednesday | 8 a.m. - 1 p.m. |
| Thursday | 8 a.m. - 1 p.m. |
| Friday | 8 a.m. - 1 p.m. |
| Saturday | 8 a.m. - noon |
| Sunday | Closed |

Curb side pick up of stickered non-recyclable waste will be each Monday. These items should be out by the Town's curb by 7:30 a.m. When a holiday falls on a Monday, pick up will be on Tuesday. Notice of this will be posted.

Note: The Transfer Station fee schedule is available at the Castine Town Office and online at: www.castine.me.us

Recycling Schedule

All recyclable items must be placed by the Town's curb by 7:30 a.m. to ensure pick up. In case of inclement weather, hold your materials for the next scheduled recycling day. Recycling guides are available at Emerson Hall. Recycling days are on the first and third Tuesdays of each month.

Note: During the summer months if there is enough demand Curbside Recycling will take place weekly.

Directory of Local Facilities

| | |
|---|--|
| Town Office, Emerson Hall, Court Street | 326-4502 |
| Town Manager | 326-4502 |
| Code Enforcement Officer | 326-4502 |
| Tax Collector / Treasurer | 326-4502 |
| Town Clerk | 326-4502 |
| Finance Officer | 326-4502 |
| FAX number | 326-9465 |
| Fire Rescue Department (station) | 326-8767 |
| Fire Rescue Department (to report a fire/emergency) | 911 |
| Peninsula Ambulance | 911 |
| Adams Grammar School | 326-8608 |
| Superintendent of Schools | 374-9927 |
| Bucksport High School | 469-6650 |
| George Stevens Academy | 374-2808 |
| Castine Pollution Control Facility | 326-4845 |
| Castine Water Facility | 326-8540 |
| Castine Water / Sewer Billing | 326-4502 |
| Animal Control Officer | 326-4502 / 8509 |
| Witherle Memorial Library | 326-4375 |
| Hancock County Sheriff's Department | 667-7575 |
| Town of Castine Website: | www.castine.me.us |
| Adams School Website: | www.adamsschool.com |

District 8, State Senator Edward M. Youngblood

| | |
|--|--|
| Augusta Office | Senate Chamber, Station 3, Augusta, ME 04333-0003 |
| Augusta Office Telephone | 287-1505 |
| Toll Free Message Center (sessions only) | 1-800-423-6900 |
| Home Address | 735 N. Main St., Brewer, ME 04412 |
| Cellphone | 478-1715 |
| E-mail | edmyoungblood@gmail.com |

District 133, State Representative Ralph Chapman

| | |
|---|--|
| Augusta Office | House of Representatives, Station 2, Augusta, ME 04333-0002 |
| Augusta Office Telephone | 287-1400 (voice) 287-4469 (TDD) |
| Year-round toll-free message center | 1-800-423-2900 |
| Home Address | 455 Varnumville Rd., Brooksville, ME 04617 |
| Home Telephone | 326-0899 |
| E-mail | chapmanHD37@gmail.com |

Maine State Legislature website: <http://www.maine.gov/legis/house>

Town Officials and Committee Members

Selectmen, Assessors and
Overseers of the Poor

David Unger, Chair (2014)
Constantino "Gus" Basile (2015)
Peter Vogell (2016)

School Committee

Kathryn MacArthur, Chair (2015)
Francis "Joe" Spinazola (2014)
Temple Blackwood (2016)

Witherle Memorial Library Trustees
Wendy Knickerbocker, Chair (2016)
Berna Kaiserian (2014)
Dorothy Knapp (2015)

Jeff Ackerman (2018)
Mary Appleman (2017)

Town Manager

Dale Abernethy

Town Clerk/Registrar of Voters

Susan Macomber

Finance Officer/Tax Collector
Treasurer

Karen Motycka

Superintendent of Schools

Mark Hurvitt

Librarian

Anne Romans

Fire Chief
Assistant Fire Chiefs

Randy Stearns
Peter Vogell,
Jack Spratt
Tom Gutow

Code Enforcement Officer

Drew Marks

Local Plumbing Inspector

Peter Vogell

Alternate CEO/LPI

Dale Abernethy

Harbor Master

Sarah Cox

Utilities Superintendent

George Motycka

Pollution Control Facility

Jeffrey Giroux, operator

Public Works

Larry Redman
Henry Erhard

Water Department

Jamie Bowden, operator

Animal Control Officer

Henry A. Erhard

Health Officer

Ingrid Scott

Hancock County Planning
Commission Representatives

Dave Unger
Dale Abernethy

Planning Board

J. Douglas Wellington, Chair (2014)
 Doris Russell (2015)
 Thomas Comiciotto (2017)
 Beverly Bishop, Alt. (2014)

Robert Friedlander (2018)
 Par Kettis (2016)
 Kathy Eaton, Alt. (2014)

Historic Preservation Commission

James Goodson, Chair (2014)
 Ruth Basile (2016)
 Kay Hightower (2015)

Thomas Mason (2015)
 Eileen Morrison (2014)
 Medan "Hank" deRaaf (2016)

Board of Appeals

Patrick Haugen, Chair (2016)
 Tim Leach (2014)
 Renee Colson (2017)

David Jones (2018)
 James Shanley (2015)

Harbor Committee

Bente Hartmann, Chair (2016)
 J.T. Loomis (2015)
 Scott Vogell (2015)
 Dana Willis, MMA Waterfront Rep.

Michael Mainen (2014)
 Marcia Mason (2016)
 David Wyman, Alt. (2014)
 Margaret Brandon, Alt. (2014)

Utility Board

Jurgen Engelhardt, Chair (2016)
 Don Small (2015)
 James Goodson (2015)
 Dave Hassett (2014)

Jarlath McEntee (2014)
 William Carter, Alt. (2014)
 Adam Porter, Alt. (2014)

Recreation Committee

Dianna Paine, Co-Chair (2014)
 Karen Cukierski, Co-Chair (2015)
 Therese Biggie (2016)
 Johanna Evans (2016)

Dennis Colson, Jr. (2014)
 Susan Macomber, Alt. (2014)

Tree Committee

Drew Marks, Tree Warden (2016)
 Kathy Eaton (2016)

Julie Van de Graaf (2016)
 Adam Potter, MMA Rep.

Community & Economic Development (CED) Committee

Rick Armstrong, Chair
 Pat Bishop
 Jane Irving
 Tony Politano

Mark Sawyer
 Julie Van de Graaf
 Scott Vogell

Cemetery Association Board of Directors

Bradford Tenney, Chair (2015)
 Don Small (2014)
 Ruth Eaton (2015)
 Lynn Parsons (2014)

Kathy Eaton (2016)
 Elizabeth Ballou (2016)
 Brooke Tenney (2014)

Selectmen/Town Manager Report

The Board of Selectmen and Town Manager are pleased to continue the practice that began with our 213th Annual Report in 2010, a joint "State of the Town Report" from the Board and Manager. We are confident that the state of Castine is good, but recognize there will always be problems to solve and issues to address. There are a several noteworthy items to report on since last year.

- The budget situation is much improved over last year. The Town portion of this year's budget has a 0.8% (\$15,600) increase in expenses, which is below the 1.5% increase in the CPI. This is offset by a \$3,200 increase in non-tax revenue and will result in a 0.9% (\$12,400) increase in tax revenue required to fund town government. The School portion of this year's budget has a 1.6% (\$22,200) increase in expenses and a \$19,500 decrease in non-tax revenue, which will result in a 3.1% (\$41,700) increase in tax revenue required to fund education. Overall, there is a 1.1% (\$37,800) increase in expenses and a 2.7% (\$16,300) decrease in non-tax revenue, which translates into a 1.9% (\$54,100) increase in property taxes required to fund the Town and School budget as presented. Once again this year, we have capped the Town budget articles to prevent any unexpected increases in funding at the Town Meeting.

- We have included an article in this year's warrant to authorize funding for the construction of Phase 2 of our infrastructure improvements. The funding request is based on the estimated cost of the project rather than an actual bid because we want to secure the project financing this fall, advertise for bids in December after the plans are finalized, then start construction as soon as weather permits in 2015. This timetable will allow the Town to obtain the most competitive bids, as contractors will be seeking work to begin the 2015 construction season. We feel it is extremely important to continue with these phased improvements and we hope the Town will approve this project.

- A separate but related warrant article will provide for funding the conversion of Main Street overhead electric, telephone and cable television utilities to an underground system.

- A third and final "borrowing" article will authorize funding for the Water Department to develop a horizontal production well and upgrade the existing water filtration equipment on its Battle Avenue property. The current filtration equipment is obsolete and non-functional. The Water Department has conducted two studies of this problem, each partially funded by Capacity Development Grants from the Maine Drinking Water Program. Neither study resulted in a practical solution but provided information that led us to the proposed project which would establish a horizontal production well to supply water to an upgraded, functional filtration system. This would give us a cost effective, additional source of drinking water for the village.

- Our Town Manager notified the Board of Selectmen in January of plans to retire on June 30 after ten years of service as manager. We have retained the Eaton Peabody Consulting Group to assist us in the search and selection process. We anticipate having a new manager in place in July.

- The Board of Selectmen continued to enjoy a collaborative relationship with the Administration and Board of Trustees at Maine Maritime Academy. We held monthly Town/Gown meetings to address issues of mutual concern. The Academy continued to support our local government with a voluntary payment for municipal services.

- Our Public Works Department kept the snow plowed, trash picked up, grass mowed and performed a myriad of other tasks we all take for granted.

- Our Utilities Department functioned very efficiently last year and the wastewater collection system and treatment plant, and the Water Department operated without incident or violation. The Water Department's newest employee, Jamie Bowden, is

now fully licensed by the State as a Water System Operator and a Wastewater Treatment Plant Operator.

- Our Fire Rescue Department provided exceptional emergency response services whenever called last year.
- Our Finance Officer, Karen Motycka and Town Clerk, Susan Macomber continued to assist the residents, prospective residents, visitors and the public cheerfully and efficiently.
- Our CEO, Drew Marks and LPI, Peter Vogell processed all building and plumbing applications in a timely manner.
- Our Harbor Master, Sarah Cox, completed her second year and agreed to stay on at least through 2014-15; we look forward to the continued continuity on the waterfront.

We conclude our report with a thank you to the dedicated team of town employees and the citizens of Castine who volunteer countless hours for the Town boards, committees and organizations that are working to make Castine the best possible place.

Respectfully submitted,
David Unger, Gus Basile and Peter Vogell, Selectmen
Dale Abernethy, Town Manager



Selectman Peter Vogell and Town Manager Dale Abernethy at the 2013 Town Meeting.

Finance Officer's Report

I think it is very fitting that this year's Town Report is dedicated to the Castine Fire Rescue Department, highlighting Peter Vogell's role in the Department. A couple months ago, I was asked if I could pull the numbers on how many years Peter has filled the shoes as either Fire Chief or Assistant Fire Chief at the Department as well as how many years he has served on the Board of Selectmen and as Plumbing Inspector. When looking at the numbers, it is a bit staggering to think about how much experience and history he has with the Town. Peter has served 31 years as a member of the Board of Selectmen, 6 years as Fire Chief, 28 years as Assistant Fire Chief and 30+/- years as Plumbing Inspector. That is a pile of time that he has given to this community. The next time you see Peter, you may want to thank him for all he has done for us. Better yet, the next time you see anyone who serves on the Fire Rescue Department, last I knew, there were 41 active members, thank them for all they do. Just to make sure that nothing is misunderstood, in no way are we expecting that Peter will "retire" from Castine civic duty; in fact, I am hoping that he continues in all of these roles for many years to come.

Each year I try to give taxpayers and idea of "what will happen to taxes, if this budget is passed as written?" I first want to start off by letting you all know that every department in Town worked really hard to keep taxes from increasing too much. I personally want to thank all departments, board and committee members for thinking outside the box and being creative in finding ways to continue with services without hitting the taxpayers too hard. Bottom line is; if the budget is passed as written, you may expect an increase in your tax bill of about 2% over last year.

I will remind everyone that each Town Report includes a wealth of information on our Town that we all love and treasure dearly. Please take the time to read this report cover to cover, you will be amazed at all you learn and how much goes on in Town.

As I am sure that you are all aware, not long ago Dale Abernethy submitted his plans for retirement. Dale became Code Enforcement Officer for Castine in the year 2000, after moving to Castine and having "retired" from a career in project management. In 2005 he was appointed Town Manager. Dale has been a huge asset to the community with all of his knowledge and common sense. Sue and I will miss working with him daily; although he has promised that he would be willing to help us with certain projects if we ask nicely. We all wish Dale and his wife Linda, who retired last year, many wonderful years of retirement bliss.

In closing, I want to thank all of the wonderful people I get to see and work with; co-workers, volunteers, board and committee members and residents, I feel extremely fortunate. My door and phone line are always open, please feel free to stop in or call, should you have any questions.

Respectfully submitted,
Karen Motycka

Town Clerk

2013 Registrations Issued:
Automobiles, Trailers, Motorcycles, etc. 859
Boats, Snowmobiles, ATV's;Hunting/Fishing licenses..... 299
2013 Dog Licenses Issued:..... 123
2013 Vital Statistics:
Births 2
Marriages 15
Deaths 10

Emerson Hall continues to be an interesting place, busy and accessed by all sorts of individuals, groups and organizations. Not only is there constant traffic flow for municipal business but the building is also being used daily for meetings, exercise, PE classes, sporting events, art and business workshops, luncheons, spaghetti dinners, bingo, girl scouts, concerts, plays, banquets, Otter House and Adam School functions. These are just some examples of the many activities going on. Emerson Hall is a community building and we are thrilled it is proving to be convenient, spacious, popular and utilized especially after the renovations.

I'd like to take this opportunity to recognize and extend my thanks to two very important people. They are both extremely dedicated and hard-working and have been significant in my world.

Peter Vogell, a Castine native has been serving and volunteering for more than 50 years. Peter has been a Selectman for all of the 18 years that I have been employed by the town. He has been a source of knowledge and Castine history. He is a diligent and reliable Selectman and Assistant Fire Chief, putting the best interest of the town first. He is devoted and loyal, which includes flying back and forth in the winter, from Florida to Maine so that he is present at bi-weekly meetings and Peter is one of the most considerate people I have ever encountered, who cares about this community and the people in it. Castine is lucky to have Peter serve as he does and I am tremendously grateful to be in his company. We have many more years ahead, Thank you Peter.

Dale Abernethy was first hired in 2000 for Code Enforcement and then became Town Manager a few years later. It has been a pleasure to work with Dale and I have learned quite a bit from his professionalism, knowledge, thoroughness and commitment that I will use for years to come. I feel like we have been an efficient, friendly and well-organized team at the Town Office with Dale here. We will be put to the challenge to continue these efforts in his absence. Dale will leave us with his mark on big and small items around the office, from the much needed Infrastructure/Road Phase projects to making our forms look "pretty" and consistent - Dale will be greatly missed. To our benefit, we know he is only a phone call away! Thank you, Dale.

I am sure everyone will join me in wishing the best to Dale and wife, Linda and hope that they will have lots of relaxation and enjoyment in retirement.

Respectfully submitted,
Susan Macomber, Town Clerk

Code Enforcement Officer

There were approximately 36 Building and Use Permit Applications, 3 Site Plan Review applications, 2 Entrance and Excavation Permit applications, 3 Historic Preservation Certificate applications, and 33 plumbing applications processed in 2013. The resulting permits authorized activities valued at approximately \$2.17 million and the Town collected more than \$5578 in application fees. The permits are categorized as follows:

| | |
|--|----|
| Residential Structures..... | 0 |
| Residential Accessory Structures | 3 |
| Residential Expansions..... | 11 |
| Residential Renovations & Repairs | 4 |
| Non-residential Structures | 1 |
| Non-residential Expansions | 2 |
| Non-residential Renovations & Repairs..... | 2 |
| Piers, docks, & Shoreline Protection..... | 2 |
| Earthmoving, Dredging, & Ponds..... | 1 |
| Non-residential Acc. Structures | 4 |
| Signs..... | 3 |
| Demolition..... | 2 |
| Plumbing Permits | 33 |
| Others | 1 |

Drew Marks continues as CEO, Peter Vogell as LPI, and Dale Abernethy continues as Alternate CEO and LPI. The CEO is available at the Town Office from 1:30 pm to 4:00 pm, Tuesday through Friday to answer general questions concerning the various town ordinances and permit applications. If you are planning any type of construction, repair, or change in use or contemplating tree removal in the Shoreland Zone and are unsure about the permitting requirements, please call or stop in the office.

Respectfully submitted,
Drew Marks
Code Enforcement Officer

Peter Vogell
Local Plumbing Inspector



2013 Chili Cook Off event at Maine Maritime Academy
Left to Right: Karen Motycka, Sue Macomber (Town Office),
Kelly Sawyer (Markel's Bakehouse), Phil (Sodexo) and Mark Sawyer (Markel's Bakehouse)

Revenue Report

| Account Name | Budget FY 12-13 | Revenue FY 12-13 | Balance |
|--------------------------------|--------------------|---------------------|-----------------|
| Excise Tax – autos | \$120,000.00 | \$119,223.62 | \$ (776.38) |
| Excise Tax – boats | 10,000.00 | 9,575.40 | (424.60) |
| State Revenue Sharing | 41,000.00 | 36,109.41 | (4,890.59) |
| State Road Assistance | 12,000.00 | 16,580.94 | 4,580.94 |
| Homestead Act Reimbursement | 9,000.00 | 7,848.00 | (1,152.00) |
| Other State/Federal Assistance | 6,000.00 | 8,548.17 | 2,548.17 |
| Licenses & Permits | 13,700.00 | | 7,438.90 |
| Marriage, Birth, Death | | 2,062.40 | |
| Liquor, Amusement, Victualer | | 855.00 | |
| Building, Road Open | | 17,254.00 | |
| Plumbing | | 967.50 | |
| Municipal Fees | 217,625.00 | | (11,275.85) |
| Trash Stickers | | 37,183.00 | |
| Demolition Debris | | 28,699.70 | |
| Universal Waste | | 1,184.50 | |
| Mooring | | 17,145.00 | |
| Docking, Boat Ramp | | 9,529.00 | |
| Clerk, Photo Copy, etc | | 4,391.45 | |
| Parking Tickets | | 6,736.25 | |
| Recreation | | 265.00 | |
| Library (fees & investment) | | 101,215.25 | |
| Maine Maritime Academy | 125,500.00 | | (8,789.23) |
| Public Safety | | 81,710.77 | |
| Debt Service | | 35,000.00 | |
| Investment Interest | 15,600.00 | 15,621.44 | 21.44 |
| Interest on Taxes | 6,000.00 | 6,653.31 | 653.31 |
| Breeze Rent | 1,300.00 | 1,300.00 | 0.00 |
| Cell Tower Lease | 12,000.00 | 12,445.49 | 445.49 |
| Payments in Lieu of Taxes | 1,000.00 | 1,000.00 | 0.00 |
| Miscellaneous | <u>1,000.00</u> | <u>4,568.00</u> | <u>3,568.00</u> |
| TOTAL REVENUE | \$591,725.00 | \$583,672.60 | \$ (8,052.40) |

Tax Collector's Report

| | |
|--|-----------------|
| Committed for collection | \$ 2,574,517.68 |
| Abatements | 4.14 |
| Supplemental Taxes | 0.00 |
| Total to Collect | \$ 2,574,513.54 |
| 2012 Tax receipts | \$ 2,541,953.77 |
| 2012 Unpaid taxes | 32,559.77 |
| Total | \$ 2,574,513.54 |
| 2011 Unpaid Taxes 07/01/12 | \$ 35,859.50 |
| 2011 Tax Receipts | 16,770.43 |
| 2011 Abatements | 0.00 |
| 2011 Unpaid Tax Balance 06/30/13 | \$ 19,089.07 |
| 2010 Unpaid Taxes 07/01/12 | \$ 20,064.39 |
| 2010 Tax receipts | 19,993.39 |
| 2010 Abatement | 71.00 |
| 2010 Unpaid Tax Balance 06/30/13 | 0.00 |
| 2009 Unpaid Taxes 07/01/12 | \$ 29.03 |
| 2009 Tax receipts | 29.03 |
| 2009 Abatement | 0.00 |
| 2009 Unpaid Tax Balance 06/30/13 | 0.00 |
| 2008 Unpaid Taxes 07/01/12 | \$ 28.34 |
| 2008 Tax receipts | 28.34 |
| 2008 Abatement | 0.00 |
| 2008 Unpaid Tax Balance 06/30/13 | 0.00 |
| 2012 Unpaid Taxes | |
| Colson, Dennis L, II | \$ 320.92 |
| deRaaf, Medan and Maia | 2,058.48 |
| Greenwald, David | 3,327.12 |
| Harmon, Charlotte | 1,608.48 |
| Harrington, Walter J, II | 1,146.96 |
| Hyatt, James and Leland Lawder | 6,979.68 |
| Paine, Mark and Diana | 2,489.76 |
| Peterson, James and Mary Lou | 2,132.64 |
| Pipe Cleaner, Inc. | 4,789.44 |
| Regan, Ted W | 2,664.00 |
| Sara Sara's | 18.00 |
| Van Horn, David M | 5,024.29 |
| Total | \$ 32,559.77 |
| 2011 Unpaid Taxes | |
| Greenwald, David, Trustee | \$ 4,205.11 |
| Hyatt, James H | 8,821.54 |
| Peterson, James I | 2,695.42 |
| Regan, Ted W | 3,367.00 |
| Total | \$ 19,089.07 |

Assessor

2013 Valuation

| | |
|-------------------|---------------------|
| Real Estate | \$303,763,200.00 |
| Personal Property | <u>1,245,700.00</u> |
| Total | \$305,008,900.00 |

Assessments

| | |
|---------------------------|------------------|
| County Tax | \$ 140,690.00 |
| Municipal Appropriation | 1,843,813.00 |
| Educational Appropriation | 1,330,474.02 |
| Overlay | <u>66,064.55</u> |
| Total | \$ 3,381,041.57 |

Allowable Deductions

| | |
|-------------------------|-------------------|
| State Revenue Sharing | \$ 20,000.00 |
| Homestead Reimbursement | 10,083.99 |
| BETE Reimbursement | 373.81 |
| Other Revenue | <u>514,001.00</u> |
| Total | \$ 544,458.80 |

Net Assessment for Commitment \$ 2,836,582.77

$$\$305,008,900.00 \times 9.3\text{mils} = \$2,836,582.77$$



The Board of Selectman presents resident Jack Castino the Boston Post Cane on December 16, 2013 as Castine Oldest Citizen.

Castine Fire Rescue Department

The Castine Fire Rescue Department has seen significant changes over the past three years. Many of these differences are related to the addition of emergency medical services in April of 2012. In 2013, the department responded to just over 100 calls with the demand evenly split between fire & rescue calls and emergency medical calls. This call volume for the department has increased by over 300 percent in the past two years with most of these responses being medically related, but we have also seen an increase in our non-medical, fire and rescue calls. Such an increase demands more time of our volunteers and greater use of the department's equipment, both of which result in greater financial costs to the department.

Along with the increased call volume, a tremendous effort has been made to develop and participate in a statewide pilot program for community paramedicine. The EMS staff of Castine's Fire Rescue Department, under the leadership of Advanced EMT Carolyn Brouillard, applied for and were accepted as one of the 12 pilot community paramedicine programs in the entire state, quite an accomplishment for such a small department.

This progressive program involves seeing patients in their homes for nonemergent visits on a weekly basis. Patients are chosen for the program by their primary care provider reflecting individual needs and current health status. The program is not intended to be continual home care for patients, but rather function as a bridge for patients during times of increased health difficulties until the patient's situation improves. In the first eight months of this program, our volunteer EMTs made over 60 home visits to Castine community members helping with medication reconciliation, home safety checks, and general health assessments.

This past year the roof of the fire station was redone, but the membership is constantly dealing with the challenge of operating in a limited amount of space in an outdated building. This is a challenge to which we have thus far been able to successfully adapt, but as the demands of emergency services increase along with the size of apparatus, this will become a more critical issue in the not too distant future. Additionally, several pieces of critical equipment and apparatus have come to the end of their useful life.

Beginning with the 2013 budget year, the department has started a phased replacement of our Self Contained Breathing Apparatus (SCBA) firefighters wear when entering into an active fire or hazardous environment. Initially, we will be replacing two of our ten packs over the next 6 months with the intention to seek outside funding to help purchase the remaining 8 packs in our inventory. Within the next year, the department will begin developing a plan to replace our large tanker truck. The community has done an admirable job regularly placing money into a reserve account for fire truck replacement, and the department leadership will be seeking federal funding to supplement these town funds to finance this project.

Once again, the department and community have been the great beneficiaries of tremendous volunteer efforts of both older and new Maine Maritime Academy students. Without their time and effort, the department would have a very challenging time meeting the emergency service demands of Castine. As such, we are always looking for new members from within the community. If you or someone you know is interested in becoming a volunteer firefighter/EMT or supporting the Fire Department in other ways, please attend one of our regular, weekly meetings held at the Fire Station Tuesday evenings at 6:00 P.M.

Overall, 2013 was a good year for the Fire Rescue Department. We answered the calls of those in need with a professional, well-trained and well-organized group of dedicated volunteers, and we shall continue to do so in the future.

Respectfully submitted,
Randy Stearns, Fire Chief

Castine Fire Rescue Department

| | |
|-------------------------|--------------------|
| Brennan, Bill | Breuer, Matthew |
| Brouillard, Carolyn | Brouillard, Gary |
| Brown, Sam | Burton, Lance |
| Burton, Lisa | Carpenter, Matthew |
| Carter, Chris | Clouky, Chris |
| Colson, Denny Jr | Colson, Renee |
| Cote, Mark | Cukierski, Scott |
| Erhard, Henry | Fallow, Paul |
| Feindl, Matthew | Hamblen-Wood, Deb |
| Friedlander, Bob | Gaskin, Evan |
| Gutow, Tom | Lameyer, Ted |
| MacArthur, Kathy | Nash, Ruby |
| Neubert, Adam | Osheim, Darcy |
| Osheim, Richard | Paine, Mark |
| Plocinski, Matthew | Reed, Owen |
| Salerno, Charles | Scott, Ingrid |
| Slocum, Joe | Spratt, Christine |
| Spratt, Stephen, "Jack" | Stearns, Randy |
| Tartre, Andrew | Vogell, Peter |
| Vogell, Scott | Wilson, David |

*Thank you
to the men and women on our 2014 crew*

Castine Volunteer Firefighter's Association

It is my great pleasure to be corresponding with you as the newly elected President of the Castine Volunteer Firefighter's Association. In addition, Maine Maritime Academy Midshipman 2nd Class Christopher Carter and Lieutenant Lisa Burton were elected as Vice President and Treasurer, respectively.

The Castine Volunteer Firefighter's Association was established to serve and support the needs of Castine's volunteer firefighters and first responders. This is achieved through such things as sponsoring social functions, recognizing individual achievements, supporting additional community activities and by conducting fund raising for specialized department equipment without utilizing money collected through taxation.

2013 was a very busy year for both the Castine Fire Rescue Department and the Castine Volunteer Firefighter's Association. With the recent addition of responding to medical emergencies, this past year saw a nearly 400% increase in our calls for emergency assistance. This kept our volunteers extremely busy, and has increased both funding and training requirements. The Association also saw significant changes, and is in the process of revitalizing itself to better serve our members. Some Association highlights of 2013 include:

- Supported Castine Fire Rescue Department's active participation in the Maine State Federation of Firefighter's 50th Annual Convention in Ellsworth. As part of this, members took and displayed the town's 1804 Hunneman Hand Pumped Fire Wagon "Hancock".
- Reimbursed the Town of Castine for the cost of a Scott Rapid Intervention Team Rescue Airpack (RIT PACK III) for use during emergencies with trapped or disabled firefighters.
- Purchased a special stair chair that will be used by our first responders to safely move patients up/down stairs and ensure the safety of both patients and care givers.
- Raised over \$800 through sales of pink "Castine Firefighters for the Cure" t-shirts and donated it to Team Tessa, a non-profit organization that distributes funds locally to families battling cancer.
- Erected a new flagpole at the fire station and dedicated it to the memory of Captain Everett Leach, a 40+ year veteran of our department.
- Hosted our annual volunteer recognition and awards dinner.
- Developed and distributed a community resource pamphlet containing important information for use before, during and after an emergency.

Moving forward, the Association hopes to continue to find new ways to serve our volunteers and help them as best possible to continue to provide the critical fire and emergency service response for our community. The Association is wholly funded through charitable donations, which are always graciously appreciated. Should you see one of our volunteer firefighters or medical first responders, please take a moment to thank them for their dedicated efforts on behalf of our community.

Respectfully submitted,
Stephen E. "Jack" Spratt, President



Utility Board

The Utility Board acts as an advisory group to the Board of Selectmen on matters concerning the Castine's Water Department and Pollution Control Department. This includes annual budgets and projects associated with maintaining and improving both water and sewer systems. One additional responsibility is to administer the town's Source Water Protection Ordinance. This involves reviewing permit applications for any activity that might threaten the quality and/or quantity of public drinking water sources and issuing permits only if the Board finds the activity to comply with the Ordinance.

Specific actions and activities since the last report include the following:

- 1)The Board elected Jurgen Engelhardt as its chair to succeed Donald Small who stepped down after four years as chair but remains a board member.
- 2)The Board approved the Castine Golf Club's application for renewal of their permit to apply pesticides, etc. to the golf course greens and fairways.
- 3)The Board approved Maine Coast Heritage Trust's application for to apply pesticides to control invasive plant species in Witherle Woods.
- 4)The Board reviewed both Water Department and Pollution Control Department budgets and recommended approval by the Board of Selectmen.
- 5)The Board reviewed plans to replace the 40-year-old standby generators at the three sewer pump stations over a three-year period and recommended approval by the Board of Selectmen.
- 6)The Board reviewed the final report for the horizontal test well/artificial recharge study at the Battle Avenue reservoir property. Based on these test results, the Board recommended the Board of Selectmen accept a second Drinking Water Program grant to study upgrading the obsolete water filtration system on Battle Avenue.
- 7)Board members attended several Selectmen's meetings to provide information about water and sewer matters.

The Utility Board is fortunate to have members with extensive experience in engineering and project management; their help is greatly appreciated. In addition, the Town employees who are involved in the water and sewer operations are doing an excellent job. This includes the Town Manager, the Finance Officer, the Utility Superintendent and the two System Operators. George Motycka, in particular, has been very successful in bringing innovative and cost effective solutions to improving the operations of both systems.

Respectfully submitted,
Jurgen Engelhardt, Chair

Lighthouse Bank Accounts

Fiscal Year 2013

Lighthouse Maintenance Account

| | |
|-----------------------------------|-------------|
| Beginning Balance 06/30/2012..... | \$88,302.86 |
| Revenue | |
| Lighthouse Rent | \$ 7,145.00 |
| Interest Earned | 104.69 |
| Total | \$95,552.55 |
| Expenses | |
| Expenses/Repairs | \$50,903.71 |
| Ending Balance 06/30/2013 | \$44,648.84 |

Lighthouse Trust Account

| | |
|---|-------------|
| Beginning Balance 06/30/2012..... | \$ 1,407.67 |
| Revenue: Interest Earned | 1.49 |
| Trust Account ending Balance 06/30/2013 | \$ 1,409.16 |



Peter Vogell (on right) Castine's unofficial Light Tower Keeper volunteers his time, at least twice a year, to open the tower to visitors.

Water Department Budget

January – December

| Account Name | Budget FY 13 | Spent FY 13 | Budget FY 14 |
|-------------------------------------|---------------------|---------------------|---------------------|
| ADMINISTRATION | | | |
| Salaries | \$ 78,943.00 | \$ 78,422.14 | \$ 84,369.00 |
| Social Security | 5,941.00 | 5,826.74 | 6,480.00 |
| Employee Benefits | 23,536.00 | 23,389.30 | 25,632.00 |
| Insurance | 10,500.00 | 8,121.93 | 10,500.00 |
| Supplies | 3,000.00 | 2,512.23 | 3,000.00 |
| Services | <u>20,000.00</u> | <u>17,507.47</u> | <u>20,000.00</u> |
| TOTAL | \$141,920.00 | \$135,779.81 | \$149,981.00 |
| OPERATIONS & MAINTENANCE | | | |
| Power | \$ 13,000.00 | 10,124.16 | 13,000.00 |
| Vehicle Operations | 3,500.00 | 2,200.91 | 3,500.00 |
| Water Treatment Chemicals | 20,000.00 | 11,317.63 | 20,000.00 |
| Supplies & Equipment | 20,000.00 | 22,311.34 | 25,000.00 |
| Service & Repairs | <u>39,000.00</u> | <u>17,155.01</u> | <u>34,000.00</u> |
| TOTAL | \$ 95,500.00 | \$ 63,109.05 | \$ 95,500.00 |
| DEBT SERVICE | | | |
| Interest Expense | \$ 62,723.00 | 62,380.74 | 54,813.00 |
| Bond Principal | <u>199,873.00</u> | <u>211,544.77</u> | <u>222,621.00</u> |
| TOTAL | \$262,596.00 | \$273,925.51 | \$277,434.00 |
| SUB-TOTAL | \$500,016.00 | \$472,814.37 | \$522,915.00 |
| Depreciation | \$100,000.00 | \$ 98,615.00 | \$100,000.00 |
| Capital Reserve | 0.00 | 0.00 | 15,000.00 |
| GRAND TOTAL | \$600,016.00 | \$571,429.37 | \$633,426.00 |

Pollution Control Budget

| Account Name | Budget FY 13 | Spent FY 13 | Budget FY 14 |
|----------------------------|-----------------|----------------|-----------------|
| MANAGEMENT | | | |
| Salaries | \$ 80,954 | \$ 80,372 | 82,954 |
| Additional Staffing | 4,000 | 0 | 4,000 |
| Postage | 875 | 930 | 1,000 |
| Training | 1,000 | 532 | 1,000 |
| Insurance | 10,000 | 7,834 | 10,000 |
| Social Security | 6,232 | 5,685 | 6,502 |
| Group Insurance | 25,309 | 21,336 | 27,019 |
| Retirement | 4,973 | 4,970 | 5,058 |
| Services | <u>1,000</u> | <u>942</u> | <u>1,000</u> |
| SUBTOTAL | \$134,343 | \$122,601 | \$138,533 |
| PLANT OPERATONS | | | |
| Water | \$ 1,600 | \$ 1,280 | \$ 1,700 |
| Electricity | 30,000 | 24,724 | 28,000 |
| Telephone | 2,000 | 1,563 | 1,800 |
| Heat | 10,000 | 7,048 | 10,000 |
| Grounds Maintenance | 500 | 48 | 500 |
| Building Maintenance | 1,000 | 653 | 1,000 |
| Supplies | <u>3,000</u> | <u>3,149</u> | <u>3,000</u> |
| SUB TOTAL | \$ 48,100 | \$ 38,465 | \$ 46,000 |
| VEHICLE OPERATION | | | |
| Fuel | \$ 1,800 | \$ 1,751 | \$ 1,800 |
| Repairs | <u>1,000</u> | <u>83</u> | <u>1,000</u> |
| SUB TOTAL | \$ 2,800 | \$ 1,834 | \$ 2,800 |
| EQUIPMENT & MAINTENANCE | | | |
| Engineering Services | \$ 3,000 | \$ 00 | \$ 3,000 |
| Pump Stations SC | 4,000 | 1,800 | 4,000 |
| Pump Stations Maint | 6,000 | 2,464 | 6,000 |
| Laboratory Services | 2,000 | 1,776 | 2,000 |
| Equip Repair/Maint/Replace | 40,000 | 20,351 | 40,000 |
| Generator Fuel | 700 | 691 | 700 |
| Chemicals | 6,000 | 2,984 | 3,000 |
| Line Repair | 6,000 | 120 | 6,000 |
| Sludge Disposal | 20,000 | 17,767 | 20,000 |
| Licensing | <u>700</u> | <u>709</u> | <u>750</u> |
| SUB TOTAL | \$ 88,400 | \$ 48,662 | \$ 85,450 |
| DEBT SERVICE | | | |
| MMBB 1996 | 35,499 | 34,315 | 34,610 |
| MMBB 2007 | 236,669 | 236,668 | 233,255 |
| MMBB 2010 | <u>11,086</u> | <u>32,270</u> | <u>33,048</u> |
| SUB TOTAL | \$283,254 | \$303,253 | \$300,913 |
| TOTAL | \$556,897 | \$514,815 | \$573,696 |

Planning Board

The Castine Planning Board held 8 public meetings in 2013, including one to hear proposed changes to the Zoning Ordinance. The Planning Board approved 3 Site Plan Applications, 1 Amendment to a Site Plan Application, 1 Application for a Home Occupation and 1 Application for Contract Zoning. The present members of the Planning Board are J. Douglas Wellington (Chair), Par Kettis (Vice Chair), Doris Russell, Robert Friedlander and Tom Comiciotto, with alternates Kathy Eaton and Beverly Bishop.

Respectfully submitted,
J. Douglas Wellington, Chair

Board of Appeals

The Board of Zoning Appeals had one case in the spring 2013. On March 20, 2013 an appeal for a variance of height restriction for freestanding sign was granted to MarKel's Bakehouse at 26 Water Street.

Respectfully submitted,
Patrick Haugen, Chair

Castine Cemetery Association

In 2013 the Castine Cemetery Association continued the old and broken stone restoration project it began in 2012. Sixteen more broken and damaged stones were repaired by Gravestone Services of New England. The Association would like to thank the Castine Historical Society for its support of the cemetery headstone restoration project which we intend to continue in future years. Other projects slated for 2014 include repair to the old "town vault" and road reconstruction.

Respectfully submitted,
Bradford Tenney, President

Castine Cemetery Association

2013 Castine Cemetery Association Annual Treasurer's Report

| | |
|-----------------------------|-------------|
| Balance (December 31, 2012) | \$ 1,194.15 |
|-----------------------------|-------------|

Revenues:

| | |
|---|-------------|
| Town of Castine Appropriations | \$16,000.00 |
| Savings Interest | 3.34 |
| Contributions: Castine Historical Society | 2,000.00 |
| Donation | 1,020.00 |
| Sale of Cemetery Lots/Burial Services | 800.00 |
| Cemetery Fund | 4,500.10 |

| | |
|-----------------------|--------------------|
| Total Revenues | \$24,323.44 |
|-----------------------|--------------------|

Disbursements:

| | |
|--------------------------------------|-------------|
| Labor | \$15,000.00 |
| Winter Clearing/Tree & Stump Removal | 1,174.00 |
| Repair/Maintenance/Parts/Equipment | 590.57 |
| Fuel | 1,043.83 |
| Evergreen Waste | 194.16 |
| Flags | 137.68 |
| Miscellaneous | 156.87 |
| Paint/Stain New Storage Building | 1,500.00 |
| Old Headstone Repair | 4,125.00 |

| | |
|----------------------------|--------------------|
| Total Disbursements | \$23,922.11 |
|----------------------------|--------------------|

| | |
|-----------------------------|-------------|
| Balance (December 31, 2013) | \$ 1,595.48 |
|-----------------------------|-------------|

Respectfully submitted,
Donald Small, Treasurer
Bradford Tenney, President

Castine Historic Preservation Commission



Many of you may have noticed the new bronze plaque that denotes Castine's original Historic District as listed in 1973 in the National Register of Historic Places. When nominated for inclusion in the National Register, the Department of Interior rightly observed, "The Castine Historic District is justifiable on its history alone. Indeed it is one of the most historic villages on the coast of New England. Castine merits National Register recognition from another perspective as well- for although there are no great mansions in Castine, the sum total of its parts add up to an almost undisturbed 18th and 19th century environment...Castine has few rivals!" We agree!

In 2013, the Town of Castine received a Historic Preservation Fund grant from the National Park Service, through the Maine Historic Preservation Commission (thanks to the Town for in-kind post installation and to Castine Historical Society for a generous donation to make the grant metrics work). The intent of the grant was to raise the community's awareness of its historic resources and to illustrate how its Historic Preservation Commission works to preserve and protect these resources. The grant provided funding for this Historic District plaque as well as the production of 6 project signs, which will be displayed as the renovation or new construction projects have been reviewed and approved by the local Historic Preservation Commission. This is our means of continuing to protect the "viewscape" of our Village.

Many people do not realize that the current Ordinance's Historic District is a much smaller version of the original 1973 version. The current Historic District now contains only a portion of the 226 original contributing structures. Since the original 1973 Historic District was defined by the National Register to have included all of Castine's on-neck area, the plaque has been appropriately installed at the British Canal.

In 2013, your Commission reviewed a variety of projects in the historic district, from chimney reconstruction, exterior lighting and window replacement to revisions on the Grindle House (CHS) project and signage. We will continue to review projects to ensure our viewscape remains true to our history and your Historic Preservation Commission hopes to bring the reconciliation before the townspeople again before too long. Historic tourism is a major factor in the future of Castine's economic development and we must preserve what we have been given.

Respectfully submitted,
James Goodson, Chair

Castine Historical Society

The last year has been one of dynamism and growth for the Castine Historical Society (CHS). The physical plant of the CHS is changing dramatically with the acquisition and restoration of the Grindle House. This property is an 1850 vintage New England home directly adjacent to the CHS Abbott School headquarters. The Grindle house is undergoing a meticulous historically correct restoration that will result in a lovely addition to the historic Castine Town Common.

As part of the Grindle House project CHS is fortunate to be able to build a distinctly modern and high value facility to serve the CHS mission of being a repository of Castine history and an educational resource to bring history to the community. The facility that CHS is building into the Grindle House complex is a state of the art modern archive to house and preserve objects of high historical value. This facility will protect high value artifacts against fire and other environmental risks. Having this facility will allow CHS to seek out and accept and protect valuable items to enhance its collection. CHS is very indebted to the donors and endowments, which have made the Grindle House Archive project possible.

The only permanent exhibit at CHS details the history of the 1779 Penobscot Expedition during the Revolutionary War. CHS was able to significantly enhance this exhibition by the acquisition in 2013 of original 18-century maps made for the ships engaged in the Penobscot Expedition. These maps are original source material for historians of the Revolution and will be a part of the CHS permanent collection. The high value objects will be housed in the Grindle House Archive facility.

The summer 2013 Exhibit at CHS was an exploration of 300 years of religious expression and practice in Castine and Mid Coast Maine. The Exhibit was very well received and attracted many visitors. An excellent book accompanied the exhibit. CHS Board Member Dr. Lynn Parsons authored this book on Missions and Meeting houses of Castine and environs. CHS Curator Paige Lilly ably assisted him in this project. The book was very well received and serves as a permanent reference work on Maine Missions and Meeting Houses and the Religion practiced in these facilities.

The CHS staff and volunteers are working hard on the 2014 Exhibit. The exhibit "Mr. Madison's War: Castine and the War of 1812" will be a very interesting look at the how a Maine community fared in a war that was far from universally supported. The summer 2014 Exhibit will undoubtedly result in new ways of looking at and thinking of supposedly settled history (The War of 1812).

As hopefully can be seen from the above, the CHS is moving in new ways with dynamism and excitement that we hope will well serve the Castine community. I want to thank all the volunteers who have been part of this effort and I especially wish to thank our Curator Paige Lilly and our Administrator Sally Chadbourne. Without the professionalism and hard work of Paige and Sally the CHS would be a very different place and not nearly as successful an endeavor.

Respectfully submitted,
John S Macdonald, President

Tree Committee

It had been a quiet year for our elm trees and then there was the December ice storm. I held my breath waiting through this storm and was relieved that our beautiful elms survived with minimal damage. Luckily we only lost several small trees and had some branch damage on some of our older trees. I think these elms have weathered a lot of storms.

Our winter maintenance program this year includes pruning (removing dead wood helps the trees resist disease) and continuing to remove the broken branches resulting from the ice storm. Our maintenance program includes the elm trees located off neck as well. This program is supported by the town budget and by the generosity of many townspeople. Castine was awarded a Tree City USA certification for the fourth year in a row in recognition of the fact that the community supports and funds sustainable tree management.

As the town moves forward on plans for replacing our water and sewer lines, new streets and sidewalks, we must consider our elm trees. The decisions we make as a community for these plans will have impacts on our existing trees. I am hoping that there will be careful consideration in the planning stages and appropriate care taken once the construction begins to protect these trees. This is our remarkable heritage.

My sincere thanks to Dale, Karen and Sue for all the administrative work they do for our committee.

Respectfully submitted,
Julie Van de Graaf, Chair



Harbor Committee

Last summer the Waterfront was not quite as active as in some summers, but the usual mixture of visitors and local people enjoyed the beautiful Castine scene. Adding interest were Waterfront Wednesday Concerts, the Castine Classic Yacht Race in late July and the Cruising Club of America visiting with approximately 80 boats in August.

It gives me great pleasure that Sarah Cox is continuing as our Harbor Master, her competence and attention to all the important details serves Castine well. I am also pleased that John Gray will continue helping with the work on the Waterfront.

Last November the voters approved bringing the size of the Harbor Committee into line with other Town Committees by decreasing membership from seven full members and two alternates to five full members and two alternates.

The voters also passed a change to the Waterfront ordinance that now allows Mooring Site owners to have a second guest or storm mooring, outside zones one and three. A map of the mooring zones can be found on the Town website www.castine.me.us

A number of tasks have been accomplished. A Small Harbor Improvement Grant allowed an electrical davit hoist to be installed on the Acadia Dock to assist the fishermen and boaters. George Motycka has been the able go-to person for training and safety measures.

In June new signs were installed on the Town and Acadia Docks with clear Waterfront information and two additional umbrellas were added to provide much appreciated shade in the picnic areas.

Most significantly, The Town of Castine retained Baker Design Consultants to conduct a comprehensive Waterfront Condition Review. This included making recommendations for a program of maintenance, repairs and improvements. The Waterfront study, which is available at the Town Office, singled out a number of items for immediate attention. The cost of this urgent work is included in the budget for 2014/15 with the regular maintenance program for the year.

The 2014 Mooring Site, Dock and Launch Ramp Rules and Fees Policy contains a change for boaters who use the dinghy basin. For safety concerns engines are now required to be in the **down** position. The Harbor Master will have information on how to minimize any adverse effects on dinghy engines.

The Harbor Committee appreciates the help and cooperation of the Maine Maritime Academy's Waterfront staff. The Committee also thanks outgoing town manager Dale Abernethy for his consistent, valuable support. Karen, George and especially Sue provide a great deal of help for which the Committee is grateful, and I particularly thank Committee members for their time and expertise.

Respectfully submitted,
Bente Hartmann, Chair



*Peter Vogell Selectman, Assistant Fire Chief, Plumbing Inspector,
Lobsterman and Castine lifelong resident*

Peninsula Ambulance Corps

Peninsula Ambulance Corps (PAC) has operated continuously for over 45 years. That record is due to the direct participation and financial support of many people, as well as steadfast support from town governments.

Call volume—the basis upon which we are reimbursed—increased by 15% in 2013 over the previous year. Responses were divided among Blue Hill (625), Brooklin (47), Brooksville (43), Castine (61), Penobscot (186), Sedgwick (90), and Surry (30). Calls to our secondary service areas of Bucksport, Deer Isle, Ellsworth, Orland, and Stonington, together with public service calls, added another 121 for a total of 1,203. Traumatic injuries were the dominant complaint, followed by cardiac issues, breathing problems and traffic accidents. Inter-hospital patient transports, which were 28% of call volume, are also included in call totals.

We are proud of our six full-time and 20 part-time staff—the Paramedics and EMTs who make the program work. PAC provides monies for continuing staff education for federally-mandated and PAC-required classes, and employee turnover is minimal. Our employees like their jobs and provide real benefit to the communities served by PAC. Our largest customers by far remain Medicare (federal government) and Medicaid/MaineCare (state government). Together, they represent 67% of our billing. However, for every \$1 of that billing, we are actually paid only \$0.70. This accounts for most of our operating deficit. The remaining shortfall is the result of running a service in a large territory with a small population. (There is a modest federal reimbursement for rural ambulance services, but it is woefully inadequate and subject to constant congressional debate.)

We decrease our deficit in three ways: with the support of our town governments, by individual donations to our annual appeals, and by using volunteer board members to accomplish administrative and fund-raising tasks.

At the end of this year we successfully completed our final capital campaign to raise funds for two new ambulances and equipment, including a power stretcher and auto-loader for each. We took delivery of one in 2011, and the second—a PL Custom ambulance built on a Ford Chassis—will be delivered on January 30, 2014.

In 2011, PAC established an ambulance replacement reserve fund. On the recommendation of a Certified Public Accountant, we set aside \$39,837 each year to assure timely replacement of our vehicles (\$150,000 each without equipment) on a seven-to-ten-year life schedule. For the coming year, we are again asking for \$12.43 per capita from each town based on the 2010 census: \$8.00 for the operating budget and \$4.43 for the ambulance reserve fund.

Staff and ambulances are the visible aspects of PAC, but community loyalty and the funds provided by the towns are its lifeblood. Our annual appeal to the public provides an essential and remarkably consistent source of support, but we must rely to the greatest extent on the common sense of town governments and citizens to understand the necessity for an ambulance service, and that, if we don't hang together and make it work, no one else will.

We thank you for your steady support.

Recreation Committee

The REC committee has been initiating improvements to the Backshore Beach in order to create a more family friendly area. Over the past year the committee arranged for professional services to establish a flat, grassy play field. Our goal was to provide a safe area for children and families to enjoy recreational activities. The committee also bought another picnic table and plans to purchase one or two more to designate a BBQ section for everyone to use.

The committee is working with MMA parents/staff to promote and support Dribble Kids, Peninsula United All-Star Soccer and an upcoming Softball league. We are off to a good start with these coordinated efforts and look forward to working with these enthusiastic volunteers.

The REC committee plans to continue work with the Castine Golf & Yacht Clubs and the Hatch Community Youth Group to offer sports like golf, tennis, sailing, swimming, ice-skating, etc. to our community youth & adults. Rec Week, lessons, open public sessions and community gatherings prove to be successful and enjoyed by many.

Thank you to Henry Erhard, Larry Redman, Karen Motycka, Scott Vogell, Lance Burton, Gary Brouillard, Brad Tenney Randy Stearns, Travers Evans, Katrina Dagan and all other volunteers for all the work they've done over the past year. Thank you to all those who lend a helping hand at Castine's 4th of July festivities to help make the day the special event that it is. Thank you to MMA Sodexo, MMA Athletic Dept., and MMA APO for services that you generously offer including food donations, use of facilities and continued assistance with events like Easter and Halloween. The committee sends a big THANK YOU to everyone who helps out! We couldn't do it without you!

We regret to announce that Paul Fallow, Lance Burton, and Deborah Hamblen-Wood have stepped down after years of dedicated service. Thank you Paul, Lance, and Deb for all that you have done to make the Castine Recreation Committee's programs successful. We will miss your expertise and your enthusiasm. Welcome to new members Terry Biggie and Johanna Evans. We look forward to your suggestions and ideas.

The committee has a current vacancy so if you're interested in serving, please contact Sue Macomber at the Town Office (326-4502).

Respectfully submitted,
Karen Cukierski & Dianna Paine, Co-Chairs



Castine Fire Rescue Dept. members fundraising at Castine's 4th of July
Left to Right: Mark Paine, Lisa Burton, Carolyn Brouillard, Danny (Peninsula Ambulance), Kathy MacArthur and Jack Spratt.

CED Committee

After selection and appointment by the Board of Selectmen, the “CED” Committee met in June with Julie Van de Graaf, Mark Sawyer, Tony Politano, Jane Irving, Pat Bishop, Scott Vogell, members and Rick Armstrong as elected chair. As prep for the work ahead the CED did a careful SWOT analysis which is on-going as well as reviewed in depth the Town Survey that was recently completed. However, the CED was immediately immersed in the difficult decisions surrounding the updating of the Zoning Code and the planning challenges of the construction of the Main Street. The latter was addressed by the Design sub-committee and is on-going with promising results. Zoning was indeed difficult and with the CED’s commitment to preserve the historic and small town character of Castine, the Committee urged, in spite of the some potential for new economic growth, a slow down on changes until full implications could be assessed.

The heart and soul of the CED mission came with the integration of the former CPIC Promotions Committee as a new sub-committee. Aptly supported by Sue Walsh and staffed by incredible volunteers, Promotions had begun an extensive and successful effort to put Castine on the Map. Centered on Waterfront Wednesdays with bands, tee shirts, and fun for all, Castine became a new destination for boaters with residents and summer folk joining each week in the gatherings on the town wharf. Taking the lead from Promotions and absolutely convinced that the waterfront and harbor are the gems of past, present and future for Castine, the CED successfully urged the rebuild of the public restrooms (and thank the Selectmen and Town Manager for the special support here) and took on Harbor Wi-Fi which will be in place for this summer. Additionally, Promotions put together a great tree decoration event up and down Main Street at Christmas and launched Castineopoly as a terrific fund raiser and another way to “sell” the Castine message.

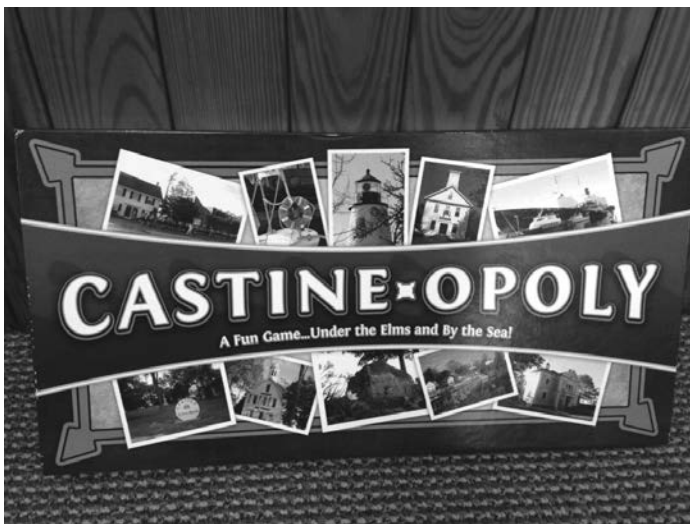
As an effort to be fully supportive and to hear their concerns of so many other volunteer Boards and Committees in Town, the CED has regularly invited organizations to come and present at its meetings. The CED has also reengaged with the Downtown Network, a statewide program to assist small towns survive and thrive and find outside funding. It has given its support to the Plein Air Festival, Bike Maine, and the Lighthouse Challenge and was pleased to see Promotions develop a changeable “Welcome Banner” for all visitors to see coming into Town.

With the support of the Selectmen, the CED chose to move forward with a different model than originally conceived for economic development two years ago by seeking consultant services for specific initiatives. Two were embraced: Branding and Marketing and Small Start-up Incubation, both of which have just begun. For Branding and Marketing, using special consulting services by an expert in the field, the CED has laid the groundwork for consistent logo advertising, web site multipage information on activities and visitor resources, and a well thought out advertising campaign to encourage visitors and potential summer and year

round residents to come to Castine. In response, without any tax payer dollars, the Castine businesses came forward and “crowd” funded an aggressive advertising campaign for this season. The CED also funded support for the Castine Facebook and its web site for posting the many and diverse happenings in Castine in picture and story. The incubator program, an effort to take advantage of the newly formed Research Department at the Academy, hopes to provide encouragement and a way forward for spin off, start-ups to locate and employ here in Castine. The CED is encouraged by the enthusiasm of the Castine Partnership to be a part of this effort.

The CED looks forward to continuing its initiatives with funding now able to come from multiple sources: the hard work of the promotions committee, the business community, grants orchestrated through on-going consulting services, and lastly, although now possible at a much lower level, it is hoped that the Castine taxpayers will continue to provide the lynch pin support to keep the CED going. And finally, the CED could not function at all without the dedication of the Promotion volunteers, the hard work of the members of the CED itself, the guidance of Dale as Town Manager, Sue and Karen in the Town Office, and most importantly, the unswerving support of the Board of Selectmen.

Respectfully submitted,
Rick Armstrong, Chair



Available to purchase at the Town Office, while supplies last.

Castine Arts Association

The Castine Arts Association is a community based, volunteer group organized to promote awareness and appreciation of the visual, literary, music, and performing arts, through sponsorship of public programs and events. Over the past year, CAA has sponsored a wide variety of programs for our community including:

Visual Arts

Costume Institute Lecture by Harold Koda
 Portrait Painting Workshop with Rob Shetterly
 Oil Painting Workshop with Ed Gummel
 Hypertufa Workshop with Tina Anthony
 Life Drawing Sessions sponsored by Harold Koda
 "Traveling with Winslow Homer" lecture by Bob Demarest
 Shibori Silk Scarves Workshop with Sandy Cirillo
 Boxwood Workshop with Johanna Sweet
 Basket Making Workshop with Gerry Estabrook
 The Art of Wood series. Beginner Woodturning with Temple Blackwood
 The Art of Wood - Schooner Bowdoin Half Model with Don Small and David Wyman
 On-going Independent Art weekly sessions coordinated by Alice Kimball
 2013 Castine Plein Air Festival

Music

"Music for a Spring Afternoon" Concert
 Maeve and Alan Feinberg Fall Concert
 A Castine Christmas Celebration
 Just for Fun Spring Concert

Art for Children

Dramatic Production of "Trojan Girls" - Georgia Zildjian
 Summer Art Camp - Katrina Dagan

Literary Arts

Annual Meeting program: "Castiners on Castine"
 CAA Writers Group
 CAA Play Reading Group
 "Here's Lookin' at You, Castine" Readings and Slide Show
 Writer's Workshop with Anna Noyes

Donations

Trinity Episcopal Church, Witherle Memorial Library, Habitat for Humanity, Ecumenical Fuel Outreach Fund and April-Dawn McFarland.

Acknowledgements

Harold Koda, Colin Powell, Temple Blackwood, Unitarian Universalist Congregation, Trinitarian Church, Manor Inn

Events were planned and carried out by CAA's many volunteers and supported by its members and other community residents.

Respectfully submitted,
 Don Tenney, President

Board Members: Vice President Deborah Neve, Secretary Paul Gray, Treasurer Tony Politano, Honorary Chairperson Lyn Mayewski, Sue Loomis, Committee Chairs Bev Bishop, George Bland, Tracy Lameyer and President Emerita, Kay Bailey.

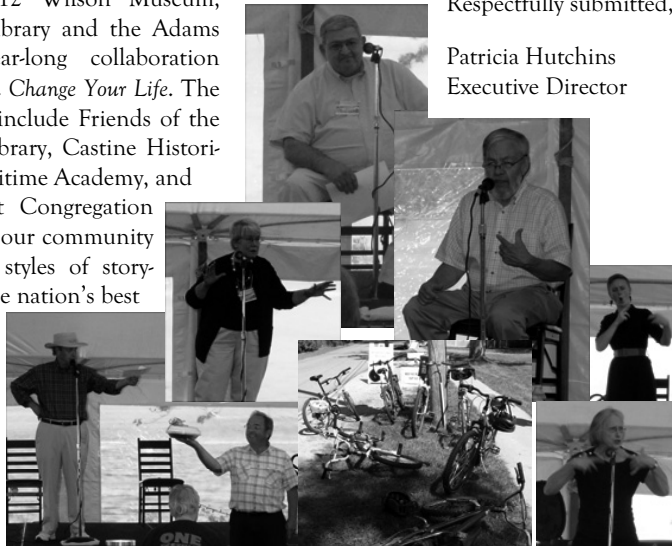
Wilson Museum



In September 2012 Wilson Museum, Witherle Memorial Library and the Adams School began a year-long collaboration entitled *Storytelling Can Change Your Life*. The collaboration grew to include Friends of the Witherle Memorial Library, Castine Historical Society, Maine Maritime Academy, and Unitarian Universalist Congregation of Castine bringing to our community the many facets and styles of storytelling from some of the nation's best storytellers. This year-long storytelling extravaganza culminated in a three-day festival, *Storytelling by the Sea*. We look forward to having the festival become an annual community event.

Respectfully submitted,

Patricia Hutchins
 Executive Director



Witherle Memorial Library

Libraries are now a curious mix of technology and community. Local children come every afternoon to use our laptops, participate in STEM (Science, Technology, Engineering and Math) projects, and listen to stories or myriad other activities. Thanks to our participation in the Minerva consortium and our statewide delivery system, we were able to send out and receive close to 9,500 items for library patrons in addition to our local circulation of materials. This year we have seen a significant increase in circulation of the downloadable audio and eBooks available through Overdrive. We share the materials in Overdrive with libraries around the state but will soon be adding to our e- offerings with materials that will only be available to Witherle patrons in the coming months.

This year we launched our new website with funds from the Friends of Witherle Library and Linnie Ramsdell's loving attention to detail. We further enhanced our image with a brand new logo created by Friends Board member Susan James and started an online newsletter, creatively maintained by Gillian French. The children's room has become a "maker space" and Jessica Rollerson has been invited around the state to share her successes at Witherle and ideas about "maker spaces" in other libraries. Deborah Pulliam was acknowledged in grand style in a joint celebration by the Maine Community Foundation, the Castine Historical Society, the Unitarian Universalist Congregation and the library. Many thanks to our renovation angels Steve Shea and Rob Norton of E. L. Shea Builders and Engineers for continuing to help us settle into our expanded library.

Connections and collaboration are our lifeblood. Our programming offerings have expanded thanks to collaborations with the Wilson Museum, the Castine Historical Society, the Castine Arts Association, the UU Congregation, the Castine Garden Club, MOFGA (Maine Organic Farmers and Garden Association), the Maine Humanities Council and the Maine Community Foundation. This year we began collaborating more purposefully with Maine Maritime Academy in our STEM programs. Most recently we had a joint program at the MMA pool where the kids built ROVs (remotely operated vehicles). They used PVC pipes and created vehicles to retrieve objects at the bottom of the pool. It was a lot of fun and a fantastic learning experience for everyone involved. We have also been working more closely with a group called Cornerstones of Science in Brunswick (from whom we will soon be getting a brand new telescope) and the Wilson Museum here in Castine for STEM programming. In addition, many MMA staff offered their valuable time for programs at the library. We have had great fun learning from them about edible sea vegetables, the availability of food and water internationally, and this geologic area from the ice age to the present. MMA is a rich resource and we look forward to continuing our relationship with them.

Local celebrities displayed their considerable talents at our first annual Storytelling Festival this past summer. Events for "Storytelling by the Sea" were held at the library, the Unitarian Universalist Meeting House and the Wilson Museum. This was the culmination of a year-long collaboration between the Wilson Museum, the Friends of Witherle, and various other local organizations. Johanna Sweet, Harry Kaiserian, David Avery, Margery Read, Joe Slocum, and Don Small were a great success—not to leave out local auctioneer Brad Tenney, master of pie peddling.

We applied for and received numerous grants this year. We were awarded funds from the Rudman Foundation for our "Money Smart" and Job seeking

programs; another grant for American Sign Language interpreters for the Storytelling Festival from the Sharon St. Cyr Foundation; one from the Camden Conference for materials on the availability of food and water internationally; and several grants from the Castine Arts Association for art materials. The Friends of Witherle, as always, form our most reliable and generous source of program support.

Because of all your support for the second year in a row we received a three star rating in Library Journal's annual "Top-Rated America's Star Libraries". Thank you.

Respectfully submitted,
Anne Romans, MLS Library Director



Otter House enjoys The Story Time program at the library.

Witherle Memorial Library Trustees

For over a year, all of us have used and enjoyed the new “digs” of our Witherle Memorial Library. It’s hard to remember that the first floor was overcrowded and the basement dark and cramped. Now, the first floor comfortably accommodates reading; research and surfing with laptops and desktops; and programs as varied as discussions on the Middle East, a guitar recital, and a regular knitting group. As for the basement, the children’s area is always hopping, with maker-space activities and creative learning.

The new spaces also harbor, and will always be a port for, “traditional” library activities. There is a winter “Let’s Talk About It” book group and a summer Writers Series. The Story Time for younger children, after-school events, and summer reading program continue. The Library’s updated web site reflects the expansion of collections and services to meet the contemporary information, recreation, and education needs of Castine’s residents.

In other words, the new library building has gracefully absorbed the beloved old building and its offerings. The Witherle Memorial Library of 2014 is a bigger and better community center for lifelong learning.

Respectfully submitted,
Wendy Knickerbocker, Chair



*Top Left to Right: Lance Burton and Scott Vogell
Bottom Left to Right: Mark Paine, Lisa Burton and Evan Gaskin
at the Fire Convention Parade in Ellsworth.*

Friends of the Witherle Memorial Library

The Friends of the Witherle Library is an organization of community volunteers whose mission is to support the Library with people power and financial assistance. Any and all are welcome as members; your only requirement is to treasure the library as an important community resource and the desire to see it grow and prosper. We are proud to support the work done by our librarians and to see the library evolve as a community center.

Our only sources of income are from annual members' dues, and used book sales that take place April thru November each year.

In addition to being a source of volunteers to help the librarians do their jobs, we provide financial support for the various programs that are presented at the library. Last year financially-supported library programs were as follows:

- Refreshments, equipment, and speakers/presenters for children's programs.
- Librarian's wish list items: to include: financial support for books on CD and in large print; new DVDs for the Library's growing collection of movies, The Brown Bag luncheon series, and other items that are needed but not supported through the Town Budget. In addition, this year saw financial support for the town wide story telling project.
- Adult programs which included the annual Author's Series. In addition, the Friends has successfully secured a grant from the Maine Council for the Humanities to provide moderators for the annual Let's Talk About It reading program. A series on poetry, financed by the Friends, was also sponsored during the summer months.

For details on programs, read the report section under Witherle Memorial Library.

This coming year we will continue to support programs as in the past and will provide funding for books in large type and resources for shut-ins as a part of the Library's planning efforts in those areas. Please join us. You can do so by contacting Harry Kaiserian at 326-9309 or kaiserian@myfairpoint.net.

Friends' officers are: President Harry Kaiserian, Vice-President David Hassett, Secretary Courtney Peed, and Treasurer Ann Jones. Other members of the Board are Susan James, Ellen Potter, Pat Dunham, Irene Hall and Anne Romans.

Respectfully submitted,
Harry Kaiserian, President

Castine Garden Club

The Castine Garden Club's mission is the beautification of Castine through civic, informational and social activities. The Club sponsors several annual events which support our endeavor.

Flower Boxes around Town – Led by Beautification Chair, Cathy Coughlin, CGC members plant and maintain the flower boxes along the town dock, as well as planters at the Post Office and Town Hall during the summer months.

Green Up Day – In April, CGC member Lynda MacArthur organizes community teams to collect and dispose of litter along our roads.

Memorial Day – Spearheaded by CGC member, Janet Shanley, the Club provides wreaths for the Memorial Day services in town.

Arbor Day – Each year the Castine Garden Club celebrates Arbor Day with a gift to the town, school, or citizens. In 2013, Club members planted a flowering crab apple at Dyce Head Lighthouse.

Holiday Wreaths – CGC Beautification Committee provides and hangs the wreaths at the Post Office and Town Hall.

Holiday Centerpiece Project – Club members cut greens and provide supplies for use by Adams School 7th and 8th graders in the construction of holiday centerpieces. CGC volunteers assist and guide the students in this hands-on project.

Additionally, CGC provides informational programs related to gardening in our region. Examples of 2013 programs included presentations on designing a natural landscape; culinary uses for basil, presented by Castine's own Harry Kaiserian; and a MaineScape presentation on planting autumn bulbs. In the Spring, members created flower pots to sell at the annual Plant Sale. And in the Fall, we learned new techniques for arranging fall florals. Members also toured 2 gardens in the Belfast area in July.

The Club's main fundraiser is the Annual Plant Sale held at Town Hall in May. Many of the plants for sale come from local Castine gardens. This year's plant sale, headed by Chair Marty Tenney, is May 24, 2014, to be held at a new location – The Castine Golf Club on Battle Avenue.

Our programs are designed to bring together anyone interested in learning about gardening in Maine. We enjoy sharing our common interests and experiences at several social events throughout the year – The Cabin Fever Reliever, held during the winter months, and a ladies tea (hats & gloves!) held in September. We are an active group and membership is open all. Consider joining us!

Respectfully submitted,
Carol Adams, President

Castine Woman's Club

The Castine Woman's Club celebrated our centennial year in 2013! Established in 1913, the Club is a service organization composed of women from the Peninsula area. The Club welcomes all Peninsula-area women as new members. Meetings are held usually at Town Hall on the first Tuesday of each month from March – December. In the first half of 2013, while Town Hall renovations were still in progress, the Club was graciously hosted for some of our meetings and events by the Trinity Episcopal Church, Compass Rose Bookstore, and Wilson Museum. Most general membership meetings include a bag lunch followed by a business meeting or announcements and a guest speaker, entertainment, or hands-on activity. Club officers are President: Val Taub; Vice President: Jeanmarie Reed; Secretary: Marjie Wheeler; Treasurer: Sam Friedlander; and Parliamentary Advisor: Sharon Biggie. Additionally, many officers served as committee chairpersons. Other committee chairpersons include Sue Macdonald, Danielle Mutty, Sharlene Daly, and Jane Herfort.

As a service organization, our mission is to give back to the community by supporting education, health, civic service, and cultural activities in the community. The Club also participates in programs of the General Federation of Women's Clubs Maine (GFWC Maine). Each year the club provides scholarships (\$3000 in 2013) to Peninsula-area college-bound, continuing college, and non-traditional students pursuing post-secondary education. Scholarship fundraising events in 2013 included a Winter Bridge Luncheon, Town Meeting Food Sale, Spring Bridge Luncheon, Fourth of July Pie Sale, BikeMaine Concessions, and an Election Day Bake Sale. Special centennial fundraisers included a Flash in the Pans concert at the Town Dock and a performance of "Mrs. Smith Goes to Washington" hosted at Maine Maritime Academy. A centennial celebration luncheon with guests from area clubs and organizations was held at Wilson Museum.

To raise funds for the Club's Community Improvement Project, Dinners-at-Noon in 2013 were held at the Trinity Episcopal Church on the last Tuesdays of January, February and March. All in the community are invited to our Dinners-at-Noon. The Club made donations to support Maine Youth Leadership, Abanaki Girl Scout Council, The Next Step, Newborns in Need, Adams School, Bagaduce Music Lending Library, and other charities and non-profits. Members volunteered and provided baked goods for the Town Hall re-dedication celebration. In recent years, including 2013, the Club sponsored the GFWC Maine District 4 (Hancock County) Art Contest for local high school students with top winners going on to participate at the state level.

The Castine Woman's Club enjoyed a 2013 centennial year filled with wonderful events and fundraisers! We're looking forward to another successful year in 2014! We thank the community for your support and we hope to see you at our future events.

Respectfully submitted,
Val Taub, President





Doctor Mary Cushman Circle

Dr. Mary Cushman was a resident of Castine from 1885 until 1901, where she attended the Maine Normal School. She received her M. D. degree in Boston and worked as a medical missionary in Chilesso, Angola, West Africa for more than 30 years. To this day Dr. Cushman continues to inspire members and friends of the Dr. Mary Cushman Circle.

One of those members, Dr. Cushman inspired, was the late Katherine Marshall. The Dr. Mary Cushman Circle received a generous gift from the Katherine Ebbert Marshall Charitable Endowment. This will boost our ability to give to worthy charities.

Members come together to use their diverse skills, creativity and volunteer time to help raise support for special needs of the Trinitarian Congregational Parish and for the wider mission of people in need in our area, the nation, and the world. We offer hospitality and friendship to church and community members; we provided educational programs of interest to the community; and we organize two annual fairs and sell wreaths to provide the source of funding for our mission giving.

From the Village Fair June 2013, the Holly Berry Fair and Wreath Making 2013 and private donations, the Circle raised \$18,095.77. We distributed that amount during the calendar year 2013 - 2014 to 17 local, national and international organizations, specifically: Hancock County Habitat for Humanity \$1230.00, Hancock County Medical Mission \$1230.00, Hospice of Hancock County \$730.00, Church World Services Gifts of the Heart \$1000.00, The Next Step Program against Domestic Violence \$1230.00, Theo's Work - Project Hope in Haiti \$1530.00, Theo's Work - Project Hope - Ecumenical Clinic \$1530.00, Doctors Without Borders \$1230.00, H.O.M.E. in Orland \$1230.00, Friendship Cottage in Blue Hill \$1230.00, Home Emmaus Shelter Ellsworth \$1230.00, Otter House \$100.00, Trinitarian Congregational Parish (Oil) \$2000.00, Shawl Ministry \$137.55, The Fistula Foundation \$1230.00, Tree of Life \$980.00, At Home Downeast \$880.00.

Dr. Mary Cushman Circle members want to thank the community for its generous contributions to the fairs. We are very grateful for the support the community gives us at our Village Fair, Holly Berry Fair and Wreath Sale. We appreciate the availability of Emerson Hall for part of the Village Fair.

The Dr. Mary Cushman Circle is an ecumenical group and open to anyone who supports our purpose. The Circle usually meets the 3rd Wednesday of the month at the Main Street Church or a member's home.

Respectfully submitted,
Joyce Engelhardt, President

Superintendent's Report

The proposed school budget for 2014-15 has an increase of \$38,930.11, or 2.81%. The School Board has worked hard to keep costs under control while, at the same time, providing a challenging, creative school program. In any school budget, there are built in increases such as high school tuition increases, insurance increases, utility increases, fuel increases, personnel contract increases, and, new for this year, retirement increases. Yet, all of this needs to be balanced with the needs of the taxpayers in Castine. I feel as though the School Board has struck a good balance with this proposed budget.

We're guessing \$25,000.00 for state subsidy. The last printout I got from the state indicated \$40,463.00, but that will probably be whittled down over the remainder of this legislative session.

The Board is also trying to keep up our 19th century historic building. Last summer, we had new steps built, we painted the addition and the tower, and we refinished many of the maple floors. This summer, we will paint two sides of the main building, as well as continue to refinish the floors.

Although enrollment stands at 51 now, we anticipate it will dip below 50 next year. This, as always, is an issue. We are anticipating 27 high school students in the fall, and have budgeted for one extra.

I look forward to seeing you at Town Meeting to have a conversation about the school and its proposed budget.

Respectfully submitted,
Mark Hurvitt, Superintendent



2013 Adams School Graduation Class

Top Left to Right: Liam Griffith, Grant Forbes, John Hassett, Ben Burton

Bottom Left to Right: Hannah Flood, Sam Revell and Yvonne Rogers

Adams School Principal’s Report

By the time our town meeting is upon us, our “polar vortex” will have transitioned into cheerful weather signaling the reinstatement of foursquare on our playground! Our school year calendar has been extended due to Mother Nature’s gift of snow days and we are all ready for the warming sun. Once again, we reflect back on the school year experiences, while gearing up with anticipation for our spring activities.

The beginning of the school year brought us new faculty members, Ben Thelwell, our guidance counselor, and Deborah Reinke, our music teacher, who came to us with rich and diverse experience. Veteran teacher, Bill McWeeny, took a mini sabbatical, traveling to New Zealand to participate in the annual North Atlantic Right Whale Consortium. Our seventh- and eighth-grade students continue to study these endangered species with Mr. McWeeny, working with national scientists and schools, researching, collaborating, and presenting on topics such as whale entanglement, ship strikes, and whale acoustics, to name a few.

As the school year passes, we continue to honor both favored and new traditions, such as our all-school Halloween parade where we prance the streets in costume, warming up Emerson Hall auditorium for our annual winter concert, and engaging in student-led SMORGS. Additionally, welcoming Zero the Hero on the Pre-K/K’s 100th day of school, and cooking at the newly renovated Emerson Hall kitchen for the Day of the Dead celebrations, elicited further excitement in our school. The Adams School spirit is strong and we continue to foster, and pride ourselves in, meaningful and fun learning opportunities for our students. We appreciate all of your continued support and welcome you to our school for a visit. Stop by and see, firsthand, what a special, little school we have here in Castine!

On behalf of the entire Adams School community, we thank you!

Respectfully submitted,
Katie Frothingham, Principal

2013-2014 Enrollment:

| Grade #kids | Pre K | K | 1st | 2nd | 3rd | 4th | 5th | 6th | 7th | 8th | 9th | 10th | 11th | 12th |
|-------------|-------|---|-----|-----|-----|-----|-----|-----|-----|-----|-----|------|------|------|
| | 2 | 5 | 4 | 7 | 4 | 8 | 7 | 3 | 4 | 5 | 8 | 9 | 4 | 8 |

Pre K-8 Totals: 49
9-12 Totals: 29

George Stevens Academy

George Stevens Academy continues to serve the local community as it has for more than two hundred years with tradition of academic and extracurricular excellence and community spirit that contributes substantially to the unique character of this area. Founded in 1803 as Blue Hill Academy, George Stevens Academy is an independent school serving local publicly-funded day students as well as boarding students and privately paid tuition students.

GSA's comprehensive program of studies offers more than 100 courses each year in ten different departments taught by experienced and dedicated teachers. Many of these are offered at three levels: fundamentals, college preparatory, and honors/advance placement.

| <u>GSA Enrollment</u> | <u>Boys</u> | <u>Girls</u> | <u>Enrollment by Town:</u> |
|-----------------------|-------------|--------------|-----------------------------------|
| Grade 9 | 48 | 47 | Blue Hill 102, Brooklin 22, |
| Grade 10 | 37 | 46 | Brooksville 24, Castine 15, |
| Grade 11 | 43 | 41 | Hancock 2, Lamoine 2, Orland |
| Grade 12 | <u>42</u> | <u>23</u> | 12, Penobscot 41, Sedgwick 35, |
| | 170 | 157 | Surry 30, Residential 36, Private |
| | | | 5, AFS 1 |

George Stevens Academy welcomes community support and participation. This past fall the Board of Trustees completed a five year Strategic Plan, "Renewing the Commitment to Student Success," that improves GSA's program, supports the students and staff, increases professional development, provides new buildings, and renovates existing facilities. The plan is available on the GSA Website. Please contact the GSA office at 207-374-2808 if you would like to be involved in any of our projects.

Finances

The State has set the maximum tuition rate for FY14 at \$9800. Our annual operating budget is \$5,000,000. We depend on a strong fund-raising effort to meet our expenses. In FY13 the Annual Fund raised \$176,000 in unrestricted gifts and \$185,000 in restricted funds. The FY14 goal is \$225,000 in unrestricted donations. Our ability to offer programs and services not funded by the state tuition is a distinct advantage of an independent school.

The Annual Fund is successful thanks to the many, generous contributions of GSA's alumni, parents & friends. In FY13, more than 600 donors contributed to this community school.

For up-to-date information about GSA, our programs, and what's happening on campus, visit our Website at www.georgestevensacademy.org. Thank you!

Respectfully submitted,
Paul B. Perkinson, Head of School

TAXPAYER LIST FOR 2013

As committed before any Abatements or Supplementals

| Property Owner | Land Val. | Building Val. | Tax |
|-------------------------------------|-------------|---------------|----------|
| A & L Parsons LLC | \$149,000 | \$ - | \$1,386 |
| A L H Properties | \$828,500 | \$173,300 | \$9,317 |
| * Abernethy, Dale & Linda | \$68,200 | \$312,800 | \$3,450 |
| * Ackerman, Jeffrey | \$116,700 | \$69,200 | \$1,636 |
| * Adam, Joshua M & Susan P | \$119,500 | \$168,100 | \$2,582 |
| * Adams, David K & Elise | \$148,400 | \$166,600 | \$2,837 |
| Alderman, Judith | \$38,900 | \$ - | \$362 |
| Allen, Randee Sue | \$6,000 | \$ - | \$56 |
| Allen, Robert W, Trustee | \$462,000 | \$138,500 | \$5,585 |
| Allen, Susan & Middleton, Neil | \$491,500 | \$179,600 | \$6,241 |
| Allen, Thomas V, Jr & Dianne M | \$14,300 | \$ - | \$133 |
| * Allen, Thomas V, Jr & Dianne M | \$330,600 | \$158,000 | \$4,451 |
| * Alston, Wallace M, Jr & Alice S | \$558,900 | \$242,700 | \$7,362 |
| Ames, George | \$191,600 | \$ - | \$1,782 |
| Ames, Robert & Ames, Aynne | \$56,300 | \$97,200 | \$1,428 |
| Another Day on the Bagaduce, LLC | \$747,600 | \$260,900 | \$9,379 |
| Anthony, Kristina B | \$98,200 | \$60,200 | \$1,473 |
| * Appleman, Mary J | \$163,800 | \$126,600 | \$2,608 |
| * Armstrong, Richard & Patricia | \$346,700 | \$850,100 | \$11,037 |
| Arntzen, Morten & Carolyn | \$564,200 | \$406,800 | \$9,030 |
| Arntzen, Morten & Carolyn | \$1,116,400 | \$914,400 | \$18,886 |
| Ashton Family Trust | \$22,500 | \$ - | \$209 |
| Ashton Family Trust | \$497,400 | \$356,400 | \$7,940 |
| Auld, David & Sherrill F | \$196,700 | \$217,200 | \$3,849 |
| Austin, Donald M Et Al | \$407,300 | \$129,300 | \$4,990 |
| Bagot Family, LLC | \$443,700 | \$396,400 | \$7,813 |
| * Bagot, Jane S | \$2,438,000 | \$559,000 | \$27,779 |
| * Bailey, Katherine H | \$143,800 | \$332,600 | \$4,338 |
| Baker, Barney J & Caroline A | \$92,600 | \$ - | \$861 |
| * Baker, Col John & Jean G | \$395,300 | \$259,400 | \$5,940 |
| Baker, John E & Lynn S | \$404,400 | \$177,900 | \$5,415 |
| * Baldwin, Anita | \$ - | \$20,800 | \$100 |
| Ball, Nathaniel I, III & Jane H | \$176,400 | \$280,400 | \$4,248 |
| * Ballou, Elizabeth | \$110,500 | \$145,200 | \$2,229 |
| Bangor Savings Bank | \$148,000 | \$175,900 | \$3,012 |
| Barrett, Gerry Et Al | \$8,000 | \$ - | \$74 |
| * Barrett, Leni M | \$262,300 | \$124,700 | \$3,450 |
| Bary's Barefoot Estates, LLC | \$171,700 | \$209,200 | \$3,542 |
| Bary's Barefoot Estates, LLC | \$214,600 | \$133,600 | \$3,238 |
| * Basile, Constantino G & Ruth D | \$162,600 | \$311,800 | \$4,319 |
| Beatty, John W & Christina | \$437,300 | \$139,700 | \$5,366 |
| * Beck, Thomas G & Jones, Kerri-Ann | \$689,700 | \$143,900 | \$7,659 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|--------------------------------------|-------------|---------------|----------|
| * Belanger, Barbara J | \$53,600 | \$57,700 | \$868 |
| Belknap, Janet Family Trust | \$502,100 | \$159,900 | \$6,157 |
| Bell, Alan & Ziff, David | \$462,700 | \$62,800 | \$4,887 |
| Bell, Alan & Ziff, David | \$301,000 | \$39,600 | \$3,168 |
| Benjamin, Douglas P & Ellen L | \$476,900 | \$793,400 | \$11,814 |
| Berleant, Arnold J & Riva S | \$4,900 | \$ - | \$46 |
| * Berleant, Arnold J & Riva S | \$316,500 | \$197,300 | \$4,630 |
| Berleant, Daniel, Arnold & Riva | \$217,900 | \$61,400 | \$2,597 |
| Bernard, Diana | \$91,100 | \$221,700 | \$2,909 |
| Bernstein, Lester & Jacqueline M | \$201,500 | \$117,700 | \$2,969 |
| * Bertrand, Paul & Elaine | \$53,800 | \$145,000 | \$1,756 |
| * Beske, Robert P & Sandra K | \$65,200 | \$227,300 | \$2,627 |
| Betts, Elaine Trustee | \$47,600 | \$ - | \$443 |
| Betts, Darby W, Jr | \$57,500 | \$4,400 | \$576 |
| Bicks, Jenny Trustee | \$464,500 | \$531,100 | \$9,259 |
| Biggie, Edgar J | \$3,400 | \$ - | \$32 |
| * Biggie, Edgar J | \$74,800 | \$219,000 | \$2,639 |
| Biggie, Sharon | \$87,600 | \$255,800 | \$3,194 |
| * Biggie, Therese | \$148,700 | \$175,100 | \$2,918 |
| Bishop, Beverly A | \$364,400 | \$152,900 | \$4,811 |
| * Bishop, Patricia A | \$758,100 | \$146,200 | \$8,317 |
| Black, Brenda Joyce & Carlos | \$386,500 | \$247,600 | \$5,897 |
| Blackwood, J Temple | \$53,700 | \$111,900 | \$1,540 |
| * Blackwood, Victoria B | \$67,200 | \$136,000 | \$1,797 |
| * Bland, George C Jr & Emogene B | \$575,500 | \$555,100 | \$10,422 |
| Blystone, Richard & Helle | \$397,300 | \$246,200 | \$5,985 |
| Bobb, John & Janis | \$135,700 | \$121,300 | \$2,390 |
| Bogdonoff, Diana R Trust | \$394,700 | \$198,200 | \$5,514 |
| * Bonini, Robert Family Trust | \$322,700 | \$910,300 | \$11,374 |
| Booth, Margaret T Trust | \$392,700 | \$295,200 | \$6,397 |
| Booth, Philip Family Trust | \$93,500 | \$ - | \$870 |
| Booth, Philip Family Trust | \$393,800 | \$ - | \$3,662 |
| * Bos, Frances M | \$500,700 | \$218,500 | \$6,596 |
| Bos, Frances M | \$14,300 | \$ - | \$133 |
| Bos, Frances M Family Trust | \$585,800 | \$98,800 | \$6,367 |
| Bos, Frances M Family Trust | \$1,112,800 | \$49,500 | \$10,809 |
| Bourne, Mary | \$416,400 | \$457,700 | \$8,129 |
| * Bourne, Standish T, Jr | \$1,212,600 | \$357,400 | \$14,452 |
| * Bowden, Julia W | \$72,600 | \$198,300 | \$2,426 |
| Bowden, Julia W | \$34,000 | \$ - | \$316 |
| Bowden, Julia W | \$33,800 | \$ - | \$314 |
| Bowden, Julia W | \$45,100 | \$ - | \$419 |
| Bower, James M & Kathleen O G | \$73,500 | \$106,100 | \$1,670 |
| Boyer, J Alton & Cynthia R | \$562,700 | \$220,800 | \$7,287 |
| Brandon, Margaret | \$26,500 | \$78,000 | \$972 |
| Brandon, Margaret | \$1,400 | \$ - | \$13 |
| * Breen, Ann | \$395,300 | \$345,700 | \$6,743 |
| Breimer, Bruce J & Doran, Lorna R | \$205,000 | \$142,100 | \$3,228 |
| Breimer, Bruce J & Doran, Lorna R | \$181,800 | \$93,100 | \$2,557 |
| Brennan, Heather R & William J | \$207,600 | \$ - | \$1,931 |
| Brockhorft, John E & Samuel, Cynthia | \$200,300 | \$122,400 | \$3,001 |
| * Brophy, John L & Dona M | \$764,400 | \$245,600 | \$9,300 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|---------------------------------------|-------------|---------------|----------|
| Brouillard, Bianca | \$ - | \$8,200 | \$76 |
| * Brouillard, Gary & Carolyn | \$192,900 | \$173,500 | \$3,315 |
| Brouillard, Gary L | \$114,000 | \$89,100 | \$1,889 |
| * Brown, Edward F & Elizabeth P | \$62,100 | \$141,000 | \$1,740 |
| * Brown, Kelly F & Thomas T | \$72,600 | \$168,400 | \$2,148 |
| Brown, Lynn Gibbons, Trustee | \$805,200 | \$1,188,300 | \$18,540 |
| * Brown, Ralph D | \$787,700 | \$101,400 | \$8,176 |
| Brownell, Abbott & Brownell, Theresa | \$53,600 | \$ - | \$498 |
| Brownell, Abbott & Brownell, Theresa | \$899,800 | \$232,200 | \$10,528 |
| Bruce, J G & R J Trustees | \$204,900 | \$126,100 | \$3,078 |
| Bruns, Chase Lane Trust | \$176,700 | \$171,900 | \$3,242 |
| Bryant, Kathleen C Et Al | \$181,700 | \$208,200 | \$3,626 |
| Buchanan, William B Jr | \$475,500 | \$531,100 | \$9,361 |
| * Burton, Lance A & Lisa A | \$112,600 | \$78,400 | \$1,683 |
| Buttfield, Carey S Et Al | \$847,100 | \$153,600 | \$9,307 |
| Capstaff, Arthur E, Jr. & Dianne | \$203,600 | \$ - | \$1,893 |
| Carmody, William P & Dianne C | \$41,400 | \$ - | \$385 |
| * Carter, Sylvia Trustee | \$160,700 | \$430,400 | \$5,404 |
| * Cass, Jean E & Cass, Robert | \$150,500 | \$142,900 | \$2,636 |
| Casteen, John T, III & Elizabeth F | \$378,500 | \$352,300 | \$6,796 |
| Castine Brothers Trust | \$329,800 | \$161,500 | \$4,569 |
| Castine Conservation Trust | \$79,200 | \$ - | \$737 |
| Castine Conservation Trust | \$50,700 | \$ - | \$472 |
| Castine Conservation Trust | \$4,700 | \$ - | \$44 |
| Castine Conservation Trust | \$10,900 | \$ - | \$101 |
| Castine Conservation Trust | \$131,800 | \$ - | \$1,226 |
| Castine Conservation Trust | \$30,100 | \$ - | \$280 |
| Castine Conservation Trust | \$6,800 | \$ - | \$63 |
| Castine Conservation Trust | \$17,200 | \$ - | \$160 |
| Castine Conservation Trust | \$26,900 | \$ - | \$250 |
| Castine Conservation Trust | \$44,100 | \$ - | \$410 |
| Castine Golf Club | \$310,300 | \$303,400 | \$5,707 |
| Castine Golf Club | \$146,900 | \$15,600 | \$1,511 |
| Castine Historical Handworks, LLC | \$57,500 | \$42,100 | \$926 |
| Castine, LLC | \$817,400 | \$ - | \$7,602 |
| Castine Yacht Club | \$436,900 | \$112,600 | \$5,110 |
| * Castino, Jack | \$910,100 | \$870,200 | \$16,464 |
| Castino, Jack | \$52,300 | \$150,000 | \$1,881 |
| Catuna, Matthew & Muriel Family Trust | \$193,600 | \$431,400 | \$5,813 |
| Central Maine Power Co | \$1,023,900 | \$ - | \$9,522 |
| * Chase, George & Sahl, Lauren | \$297,200 | \$145,200 | \$4,021 |
| Chitwood, Barbara J Trust | \$391,400 | \$372,900 | \$7,108 |
| Ciano, Robert & St Lawrence, Jennifer | \$141,900 | \$269,200 | \$3,730 |
| Ciano, Robert & St Lawrence, Jennifer | \$101,600 | \$ - | \$945 |
| Ciano, Robert & St Lawrence, Jennifer | \$136,300 | \$12,000 | \$1,379 |
| Cinciva, Elaine L | \$591,100 | \$177,400 | \$7,147 |
| Cinciva, Elaine L | \$237,800 | \$7,800 | \$2,284 |
| Clement, Mary B | \$146,200 | \$20,400 | \$1,549 |
| Cloonan, Edward T & Linda A | \$422,600 | \$459,500 | \$8,204 |
| Clouse, John & Carol, Trustees | \$501,500 | \$129,900 | \$5,872 |
| Coady, Kevin J | \$771,900 | \$204,100 | \$9,077 |
| Cohen, Kevin & Chantel | \$353,000 | \$32,300 | \$3,583 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|--|-------------|---------------|----------|
| Coladarci, Theodore & Spector, Janet | \$315,500 | \$122,400 | \$4,072 |
| Coladarci, Theodore & Spector, Janet | \$214,600 | \$41,600 | \$2,383 |
| * Colson, Dennis L II | \$64,300 | \$13,900 | \$634 |
| * Colson, Dennis L Sr & Barbara J | \$49,900 | \$61,000 | \$938 |
| Combs, Charles E | \$540,100 | \$332,100 | \$8,111 |
| * Comiciotto, Thomas & Virginia M | \$444,700 | \$255,600 | \$6,420 |
| Cooney, Thomas & Mary Lynn | \$1,585,000 | \$660,200 | \$20,880 |
| Coony, Jane C & Thomas M | \$100,100 | \$193,200 | \$2,728 |
| Cooper, Barbara | \$182,100 | \$83,800 | \$2,473 |
| Cooper, Barbara | \$125,600 | \$26,300 | \$1,413 |
| * Corbett, William & Sheila | \$205,400 | \$158,000 | \$3,287 |
| * Corey, Deborah Joy | \$356,900 | \$280,600 | \$5,836 |
| Cormier, Raymond J & Mary L | \$364,400 | \$130,600 | \$4,604 |
| Corner Cottages, LLC | \$145,800 | \$70,800 | \$2,014 |
| * Coughlin, Michael E & Catherine G | \$464,500 | \$235,200 | \$6,358 |
| Courtley, Clarence E & Revalle | \$53,800 | \$138,100 | \$1,785 |
| Cox, Solveig P | \$171,300 | \$129,400 | \$2,797 |
| Crowther, Harold & Smith, Lee | \$712,500 | \$347,600 | \$9,859 |
| Cukierski, Annegret | \$37,800 | \$ - | \$352 |
| * Cukierski, Annegret | \$69,900 | \$219,500 | \$2,598 |
| * Cukierski, Chad A | \$60,100 | \$251,100 | \$2,801 |
| Curran, Richard & Rosemunde Reed | \$281,500 | \$119,600 | \$3,730 |
| Curtin, Constance & Cooperdock, Peter | \$50,000 | \$78,200 | \$1,192 |
| Curtin, John D & Nancy C Trustees | \$732,000 | \$359,600 | \$10,152 |
| Cyr, Paul E & Lois M | \$31,600 | \$ - | \$294 |
| * Cyr, Paul E & Lois M | \$79,300 | \$108,500 | \$1,598 |
| * Cyr, Stephen C & JC | \$181,500 | \$120,800 | \$2,718 |
| * D S Richardson, Ltd | \$613,500 | \$285,600 | \$8,213 |
| * Dagan, Craig & Katrina | \$53,600 | \$163,600 | \$1,927 |
| Dahlin, Emilia | \$155,100 | \$87,800 | \$2,259 |
| * Daly, Robert M & Sharlene M | \$254,700 | \$217,400 | \$4,242 |
| D'Arcy, Meredith Karl | \$121,700 | \$252,000 | \$3,475 |
| * Davis, Delacroix & Chadbourne, Sally A | \$397,300 | \$295,000 | \$6,345 |
| Davis, Paul & Faith | \$562,100 | \$85,100 | \$6,019 |
| * Davis, Peter | \$330,900 | \$412,300 | \$6,819 |
| Day, Leila B | \$44,000 | \$ - | \$409 |
| * Day, Leila B | \$191,100 | \$904,200 | \$10,093 |
| Day, Philip S | \$425,900 | \$147,200 | \$5,330 |
| * Dean, Charles | \$ - | \$17,600 | \$71 |
| Dearborn, Lynne I | \$136,600 | \$185,700 | \$2,997 |
| Dearie, Direxa D | \$312,300 | \$ - | \$2,904 |
| Dearie, Direxa D | \$390,700 | \$216,900 | \$5,651 |
| DePeppe, Gyda Et Al | \$118,100 | \$120,400 | \$2,218 |
| * deRaate, Medan H & deRaate, Maia K | \$87,200 | \$204,600 | \$2,621 |
| deRaate, Medan H & deRaate, Maia K | \$243,000 | \$ - | \$2,260 |
| Desmond, Nina | \$ - | \$10,700 | \$7 |
| Devereux, Charles Warren | \$51,300 | \$72,600 | \$1,152 |
| Devereux, CW & CW III, Trustees | \$3,700 | \$ - | \$34 |
| Dibona, Gerald F & Kopp, Ulla C | \$241,700 | \$231,200 | \$4,398 |
| * Dick, Robert C | \$401,900 | \$119,300 | \$4,698 |
| * Dillon, James E | \$192,900 | \$187,300 | \$3,443 |
| Dionne, Theodore & Mariette | \$124,900 | \$36,200 | \$1,498 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|--------------------------------------|-------------|---------------|----------|
| Disabatino, Jean & Giugliano, Louise | \$460,700 | \$87,100 | \$5,095 |
| Disse, Joan P | \$204,600 | \$ - | \$1,903 |
| Disston, Morris & Susan L | \$147,500 | \$116,600 | \$2,456 |
| Disston, Morris & Susan L | \$457,700 | \$95,000 | \$5,140 |
| Disston, Morris | \$360,200 | \$ - | \$3,350 |
| Disston, Morris C | \$183,100 | \$95,800 | \$2,594 |
| Doane, Frederick W & Jennifer M | \$62,500 | \$58,300 | \$1,123 |
| Doane, F & J and Wogan, M & L | \$37,800 | \$ - | \$352 |
| * Dobbin, Karen A | \$51,000 | \$274,000 | \$2,930 |
| Doherty, Roger & Judith Ellen | \$62,300 | \$85,600 | \$1,375 |
| Doolittle, Penelope | \$176,400 | \$46,500 | \$2,073 |
| * Drake, Faith J | \$170,900 | \$140,300 | \$2,081 |
| Drake, Joan M & Criscione, David E | \$191,300 | \$389,700 | \$5,403 |
| Drugovich, Margaret L | \$196,500 | \$22,100 | \$2,033 |
| Dudine, William & Pugliese, Rosanne | \$317,900 | \$179,800 | \$4,629 |
| * Dunfee, Paula H | \$274,600 | \$140,300 | \$3,766 |
| * Dunham, Gregory W & Patricia M | \$53,600 | \$122,400 | \$1,544 |
| Durkee, Raymond E & Susan M Trustees | \$154,500 | \$156,900 | \$2,896 |
| * Easley, CW Jr & McAlaney, J Ann | \$266,000 | \$168,200 | \$3,945 |
| * Eaton, Kenneth | \$153,600 | \$172,500 | \$2,940 |
| Eaton, Kenneth R | \$438,200 | \$152,700 | \$5,495 |
| * Eaton, Lawrence | \$260,100 | \$95,900 | \$3,162 |
| Eaton, Lawrence R | \$2,700 | \$ - | \$25 |
| Eaton, Lawrence R | \$38,900 | \$ - | \$362 |
| * Eaton, Ruth | \$59,400 | \$146,700 | \$1,824 |
| * Eisenhardt, Kathryn L & William B | \$182,300 | \$171,800 | \$3,144 |
| * Engelhardt, Jurgen O & Joyce S | \$247,100 | \$232,500 | \$4,311 |
| Erhard, Henry A. | \$ - | \$700 | \$7 |
| Evans, J Travers & Johanna R | \$264,700 | \$102,200 | \$3,412 |
| * Evans, Lynn F | \$204,300 | \$234,900 | \$3,992 |
| Evans, Lynn F | \$63,000 | \$124,000 | \$1,739 |
| * Fallow, Paul S | \$64,900 | \$302,700 | \$3,326 |
| Fallow, Paul S | \$63,300 | \$90,000 | \$1,426 |
| Farnham, R Ewen & Anne S | \$1,058,700 | \$95,800 | \$10,737 |
| Farnham, R. Ewen | \$67,200 | \$93,400 | \$1,494 |
| Fay, Joseph BG & Elizabeth | \$228,500 | \$460,600 | \$6,409 |
| Fenn, Richard K | \$307,300 | \$134,600 | \$4,110 |
| Fenton, Mark | \$58,700 | \$224,500 | \$2,634 |
| Fenton, Mark | \$14,800 | \$ - | \$138 |
| Fenton, Richard T | \$394,500 | \$180,800 | \$5,350 |
| Fenton, Richard T | \$214,600 | \$76,200 | \$2,704 |
| * Ferreira, Paul & Kathleen | \$56,100 | \$141,500 | \$1,745 |
| Fieldhouse LLC | \$182,400 | \$78,800 | \$2,429 |
| Fisher, Marion, Trustee | \$777,500 | \$282,900 | \$9,862 |
| Fisher, William O | \$826,700 | \$151,700 | \$9,099 |
| * Fitch, Ernie | \$ - | \$14,900 | \$46 |
| * Fitzgerald, Clark B | \$621,300 | \$270,800 | \$8,148 |
| Fitzsimmons, David Kirk & Ingrid | \$131,800 | \$ - | \$1,226 |
| Fitzsimmons Family Trust | \$25,300 | \$33,200 | \$544 |
| Fitzsimmons, M K & D O Trustees | \$480,600 | \$107,900 | \$5,473 |
| * Flanzala, Paul W & Kelli Jean | \$64,000 | \$185,100 | \$2,224 |
| * Fleck, Barbara & McEntee, Jarlath | \$234,500 | \$182,100 | \$3,781 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|--|-----------|---------------|----------|
| Flood, Laurie | \$53,600 | \$103,000 | \$1,456 |
| Flood, Laurie | \$37,400 | \$ - | \$348 |
| * Flood, Laurie | \$59,700 | \$163,700 | \$1,985 |
| Flora, Rodney K & Schoof, N Jill | \$62,100 | \$148,000 | \$1,954 |
| Florida Tower Partners | \$18,300 | \$156,600 | \$1,627 |
| Fonner, Sally Bernhardt | \$410,600 | \$393,700 | \$7,480 |
| Foote, Elizabeth V | \$393,200 | \$207,300 | \$5,585 |
| Foote, Katharine Howland, Et Al | \$231,900 | \$ - | \$2,157 |
| * Foote, Sara F. | \$694,700 | \$304,100 | \$9,140 |
| Foote, Virginia B | \$209,400 | \$66,300 | \$2,564 |
| * Forbes, Verge & Janet S | \$166,500 | \$181,500 | \$3,143 |
| Franklin, Sheila M | \$87,200 | \$75,300 | \$1,511 |
| Frazier, Herbert H Rev Trust | \$701,800 | \$144,700 | \$7,872 |
| Freedman, Philip M | \$201,900 | \$107,600 | \$2,878 |
| * Friedlander, Linda - Trustee | \$546,500 | \$320,200 | \$7,967 |
| Fuentes, Judithanne B | \$135,500 | \$ - | \$1,260 |
| Fuentes, Roland W & Judithanne B | \$187,800 | \$249,500 | \$4,067 |
| Fullenweider, Donn C & Wendy L | \$41,100 | \$16,000 | \$531 |
| Fullenweider, Donn C & Wendy L | \$269,000 | \$172,600 | \$4,107 |
| Fuller, Wendy | \$53,900 | \$83,700 | \$1,280 |
| Gagnon, Maurice A & Joanne W | \$111,000 | \$ - | \$1,032 |
| Gardner, Frank C Estate | \$390,200 | \$240,200 | \$5,863 |
| * Gardner, John P & Elaine | \$66,900 | \$160,800 | \$1,969 |
| Gast, Ernestine L | \$277,000 | \$92,000 | \$3,432 |
| Genereux, Linda & Galen, Timur | \$403,400 | \$401,800 | \$7,488 |
| Gibbons, James C & Judith W | \$502,600 | \$134,100 | \$5,921 |
| Gilbert, Caroline T & Peter B | \$84,600 | \$14,100 | \$918 |
| Gilbert, Caroline T & Peter B | \$257,900 | \$102,600 | \$3,353 |
| Gilmore, Elizabeth Lameyer | \$613,700 | \$158,500 | \$7,181 |
| * Goodson, James M. III & Susan R | \$121,700 | \$205,300 | \$2,948 |
| * Goodwin, Helen | \$52,300 | \$64,100 | \$934 |
| Gott, Timothy H | \$127,000 | \$94,700 | \$2,062 |
| Gould Bruce & McClory, Kathleen | \$139,800 | \$ - | \$1,300 |
| Gould Bruce & McClory, Kathleen | \$181,300 | \$91,500 | \$2,537 |
| Gould, B, McClory, K, Silver C & D | \$54,800 | \$121,100 | \$1,636 |
| Granoff, Steven & Bernhardt, Constance | \$268,200 | \$223,500 | \$4,573 |
| Granoff, Steven & Bernhardt, Constance | \$155,300 | \$126,100 | \$2,617 |
| Granoff, Steven & Bernhardt, Constance | \$172,100 | \$220,500 | \$3,651 |
| Grant, John L & Mary Jane | \$205,000 | \$108,100 | \$2,912 |
| Grant, Robert J & Cerrita L | \$86,500 | \$ - | \$804 |
| * Gray, Paul H | \$198,900 | \$101,300 | \$2,699 |
| Greenbie, Marnie | \$45,900 | \$ - | \$427 |
| Greenwald, David | \$259,600 | \$133,200 | \$3,653 |
| Gregorie, Daniel A Trustee | \$787,700 | \$758,300 | \$14,378 |
| Gres, John A | \$123,300 | \$ - | \$1,147 |
| Gres, John A | \$90,200 | \$ - | \$839 |
| Gres, Viktoria L | \$90,200 | \$ - | \$839 |
| Gres, Viktoria L & John A | \$270,000 | \$231,200 | \$4,661 |
| Gibbon-Alt Family Trust | \$199,100 | \$100,400 | \$2,785 |
| * Griffith, Kevin W & Natalie G | \$78,100 | \$139,900 | \$1,934 |
| Grover, Barbara L Trust | \$201,000 | \$278,600 | \$4,460 |
| * Gummel, Edward & Roberta | \$53,400 | \$136,700 | \$1,675 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|---|-------------|---------------|----------|
| Gunther, Frederick S & Jessie B | \$42,200 | \$500 | \$397 |
| * Gunther, Frederick S & Jessie B | \$65,500 | \$157,500 | \$1,981 |
| Gunther, Frederick S & Jessie B | \$44,600 | \$ - | \$415 |
| * Hale, Richard | \$87,800 | \$51,000 | \$1,142 |
| Hall, Margaret Estate | \$291,500 | \$ - | \$2,711 |
| Hall, Hazel M Rev Trust | \$496,400 | \$119,900 | \$5,732 |
| Hall, Hazel M Rev Trust | \$63,800 | \$5,200 | \$642 |
| Hall, Kathryn | \$165,600 | \$201,100 | \$3,410 |
| Hall, Mary E R | \$182,100 | \$47,700 | \$2,137 |
| * Hamblen-Wood, Deborah L | \$67,300 | \$155,600 | \$1,980 |
| Hamilton, James | \$ - | \$4,700 | \$44 |
| Hannsz, Janet B | \$114,700 | \$105,300 | \$2,046 |
| Hanson, Donald L | \$53,600 | \$77,400 | \$1,218 |
| * Harmon, Charlotte | \$180,800 | \$17,600 | \$1,752 |
| * Harmon, Waldo | \$ - | \$18,000 | \$74 |
| * Harrington, Walter J II | \$58,700 | \$85,200 | \$1,245 |
| Harris, Joan A, Estate | \$565,300 | \$162,400 | \$6,768 |
| Hart, O James & Carolyn H | \$982,800 | \$259,900 | \$11,557 |
| * Hartmann, Bente | \$397,400 | \$418,300 | \$7,493 |
| * Hassett, David M & Gordana | \$121,700 | \$179,400 | \$2,707 |
| * Hatch, David R & Susan C | \$224,200 | \$117,900 | \$3,089 |
| Hatch, David R & Susan C | \$48,300 | \$500 | \$454 |
| Hatch, Andrea J Trust | \$288,800 | \$334,000 | \$5,792 |
| Hatch, Serena | \$343,000 | \$ - | \$3,190 |
| Hatch, Serena | \$843,200 | \$199,100 | \$9,693 |
| Hatch, Serena - Life Tenant | \$1,690,000 | \$824,600 | \$23,386 |
| * Haugen, Lisa R | \$158,700 | \$299,800 | \$4,171 |
| Hazlett, Susan D | \$60,600 | \$233,200 | \$2,732 |
| Henden, Peter | \$25,100 | \$ - | \$233 |
| * Henderson, Timothy & Jennifer | \$62,100 | \$161,600 | \$1,987 |
| * Hermann, Kathleen | \$239,200 | \$303,300 | \$4,952 |
| * Higgins, Patricia A | \$313,700 | \$123,100 | \$3,913 |
| * Hightower, Richard A & Kay, Trustees | \$388,900 | \$290,000 | \$6,221 |
| Hill, Mark E & Patricia R | \$364,400 | \$17,400 | \$3,551 |
| Hill, Mark E & Patricia R | \$481,000 | \$143,500 | \$5,808 |
| Hillard Investments LLC | \$557,600 | \$291,800 | \$7,899 |
| Hillman, Fannie S, Trustee | \$460,700 | \$241,200 | \$6,528 |
| * Hodgson, J Michael & Raeann L | \$183,400 | \$202,000 | \$3,491 |
| Hofer, Myron A & Adeline P, Trustees | \$629,600 | \$334,600 | \$8,967 |
| Hookes Haven LLC | \$678,800 | \$82,700 | \$7,082 |
| Horton, Wesley E II & Susan P | \$541,200 | \$326,500 | \$8,070 |
| Hoskins, Brenda J & Ronald P | \$45,900 | \$47,700 | \$870 |
| Houghton, Richard R & Amy R | \$144,800 | \$184,400 | \$3,062 |
| Howard, Roger A & Beverly Y Trustees | \$314,500 | \$223,700 | \$5,005 |
| Howland, Katherine F | \$142,200 | \$214,000 | \$3,313 |
| Hoy, John C & Marie V | \$146,300 | \$135,900 | \$2,624 |
| Hubbard, Wendy & Hubbard, James | \$453,500 | \$188,900 | \$5,974 |
| * Hudson, Sarah F & Caroline Clark | \$62,200 | \$132,200 | \$1,715 |
| Hunt, Mary Ellen | \$198,400 | \$157,500 | \$3,310 |
| Hunter, Daniel M Jr Trust | \$706,500 | \$364,100 | \$9,957 |
| Huppe, BFA III | \$586,700 | \$360,500 | \$8,809 |
| Huppe, B F Alexander & Schriever, Jeryl R | \$74,800 | \$146,600 | \$2,059 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|---------------------------------------|-----------|---------------|---------|
| * Hutchinson, Philip L | \$52,900 | \$191,300 | \$2,178 |
| Hutchinson, Philip L & Cora A | \$53,600 | \$121,300 | \$1,627 |
| Hyatt, James & Hyatt, Leland | \$394,200 | \$429,800 | \$7,663 |
| Inwood LLC | \$60,700 | \$ - | \$565 |
| * Irving, Patrick & Jane | \$61,200 | \$151,400 | \$1,884 |
| Irving, Patrick & Jane | \$53,900 | \$54,200 | \$1,005 |
| Jacobs, Carl & Leah | \$204,300 | \$126,300 | \$3,075 |
| Jacobs, Paul H | \$53,600 | \$107,400 | \$1,497 |
| Jacques, Michael C | \$2,100 | \$ - | \$20 |
| Janes, Kara | \$144,800 | \$304,800 | \$4,181 |
| Jeffrey, Julie R & Christopher R | \$159,300 | \$171,200 | \$3,074 |
| Jennings, James G, Jr | \$120,600 | \$238,300 | \$3,338 |
| Jennings, James G, Jr | \$187,800 | \$525,300 | \$6,632 |
| Johnson, Gary T & Jan M | \$306,200 | \$131,900 | \$4,074 |
| * Jones, David A & Ann F | \$389,600 | \$164,300 | \$5,002 |
| Jones, Kerri-Ann | \$98,200 | \$ - | \$913 |
| Kabi, Otelia M | \$136,400 | \$60,200 | \$1,828 |
| Kaden, Marie | \$391,700 | \$78,900 | \$4,377 |
| * Kaiserian, Harry Jr & Berna V | \$204,300 | \$195,100 | \$3,566 |
| Keene, N & D & Miller, Mary Ellen | \$51,800 | \$39,500 | \$849 |
| Kennedy, Leonard J & Ellen Mears | \$560,200 | \$291,400 | \$7,920 |
| * Kennedy, Theresa J | \$57,500 | \$105,700 | \$1,425 |
| Kennedy, William R & Susan H | \$395,900 | \$128,400 | \$4,876 |
| * Kettis, Gunilla L-F & Par | \$419,000 | \$322,900 | \$6,807 |
| * Kilpeck, Robert J & Christine | \$60,600 | \$122,800 | \$1,613 |
| * Kimball, Clark D & Alice A | \$165,600 | \$208,200 | \$3,383 |
| * Kimball, Frances | \$144,400 | \$100,300 | \$2,127 |
| King, Charles W & Elizabeth C Trusts | \$176,900 | \$144,800 | \$2,992 |
| * King, Jr, Clifford J | \$259,700 | \$19,200 | \$2,445 |
| * Kittredge, Mark L | \$57,200 | \$115,600 | \$1,514 |
| * Knapp, Dorothy W | \$379,200 | \$129,800 | \$4,641 |
| Kneisel, Frank & Mary | \$87,200 | \$65,500 | \$1,420 |
| Kneisel, Frank & Mary | \$220,000 | \$103,400 | \$3,008 |
| Kneisel, Frank Jr & Mary | \$48,500 | \$ - | \$451 |
| Kneisel, Frank Jr | \$93,700 | \$ - | \$871 |
| Kneisel, Mary C | \$132,300 | \$36,700 | \$1,572 |
| * Knickerbocker, Wendy & Avery, David | \$142,500 | \$84,800 | \$2,021 |
| Koos, Douglas | \$54,800 | \$121,800 | \$1,642 |
| Koos, Douglas | \$ - | \$16,700 | \$155 |
| Koos, Douglas | \$ - | \$1,300 | \$12 |
| Koos, Douglas | \$ - | \$19,200 | \$179 |
| Koos, Douglas | \$ - | \$13,100 | \$122 |
| Koos, Douglas | \$ - | \$13,400 | \$125 |
| Koos, Douglas | \$ - | \$6,600 | \$61 |
| Koos, Douglas | \$ - | \$15,500 | \$144 |
| Koos, Douglas | \$ - | \$12,900 | \$120 |
| Koos, Douglas | \$ - | \$12,200 | \$113 |
| Koos, Douglas | \$ - | \$12,600 | \$117 |
| Koos, Douglas | \$ - | \$21,500 | \$200 |
| Koos, Douglas | \$ - | \$11,900 | \$111 |
| Koos, Douglas | \$ - | \$18,600 | \$173 |
| Koos, Douglas | \$ - | \$14,100 | \$131 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|---|-------------|---------------|----------|
| Koos, Douglas | \$ - | \$10,500 | \$98 |
| Koos, Douglas | \$203,400 | \$11,600 | \$2,000 |
| Koos, Karen | \$ - | \$2,700 | \$25 |
| Koos, Karen | \$ - | \$6,400 | \$60 |
| * Koos, Karen C | \$312,900 | \$158,500 | \$4,291 |
| Kornberg, Alan & Koda, Harold | \$478,100 | \$69,600 | \$5,094 |
| Kornberg, Alan & Koda, Harold | \$517,500 | \$271,100 | \$7,334 |
| * Kropp, Theron L & Marcia P | \$274,600 | \$279,500 | \$5,060 |
| Kuli, Alexander S & Gladys B | \$214,500 | \$29,000 | \$2,265 |
| * Kuli, Alexander S & Gladys B | \$1,346,200 | \$1,971,400 | \$30,761 |
| Labdon, Robert A & Janet E P | \$40,300 | \$ - | \$375 |
| Lafferty, Geraldine | \$59,600 | \$106,000 | \$1,540 |
| * Lameyer, Edward H | \$59,900 | \$123,700 | \$1,614 |
| Lameyer, John G & Maria Galou | \$142,000 | \$192,700 | \$3,113 |
| Lameyer, William Ames | \$172,600 | \$213,800 | \$3,594 |
| Lameyer, William Ames | \$20,700 | \$ - | \$193 |
| * Lanning, Virginia | \$204,600 | \$272,000 | \$4,339 |
| Lapham, Gary S | \$30,600 | \$ - | \$285 |
| Larkin, David, Matthiah & Phoebe | \$2,500 | \$ - | \$23 |
| Larsson, Bjorn & Sylvia Trust | \$580,400 | \$ - | \$5,398 |
| Larsson, Sylvia H & Bjorn Trust | \$32,400 | \$ - | \$301 |
| * Larsson, Sylvia H & Bjorn Trust | \$516,800 | \$263,900 | \$7,168 |
| Lawsing, Lisa M | \$336,900 | \$158,300 | \$4,605 |
| * Layton, Arthur B | \$558,900 | \$161,400 | \$6,606 |
| * Leach, Madeleine G & Timothy N | \$339,800 | \$151,100 | \$4,472 |
| * Leali, Dominic J | \$48,200 | \$88,600 | \$1,179 |
| Lee, David A Tirion, Angela P | \$395,300 | \$339,900 | \$6,837 |
| Lee Francis M Et Als | \$21,100 | \$ - | \$196 |
| * Lee, Francis M Jr & Victoria L | \$149,100 | \$190,900 | \$3,069 |
| Lewis, Jeffrey A & Gayle D | \$471,000 | \$170,800 | \$5,969 |
| * Lieser, Stephen H & Elizabeth P | \$163,800 | \$531,400 | \$6,372 |
| Light, William R Jr | \$365,700 | \$69,000 | \$4,043 |
| Light, William | \$214,600 | \$113,700 | \$3,053 |
| Liscomb, Laurie Trustee | \$443,100 | \$234,500 | \$6,302 |
| Lobley, Peter, David & Richard | \$19,500 | \$7,800 | \$254 |
| Lobley, Peter, David & Richard | \$59,200 | \$15,900 | \$698 |
| Longley, Carol | \$196,400 | \$53,400 | \$2,323 |
| * Loomis, JT & Amy K | \$68,500 | \$242,800 | \$2,802 |
| * Loomis, Susan K | \$161,400 | \$135,600 | \$2,669 |
| Lovett, William A & Clair M | \$415,700 | \$253,000 | \$6,219 |
| Lundie Maura A, Et Al | \$47,600 | \$14,000 | \$573 |
| Lutkins, Kendall & William | \$500,500 | \$117,500 | \$5,747 |
| * Lutz-Garrity, Christine & Garrity, Reid | \$62,600 | \$195,600 | \$2,308 |
| Lutz-Garrity, Christine | \$39,800 | \$120,400 | \$1,490 |
| Lyle Quarters, LLC | \$392,400 | \$197,100 | \$5,482 |
| Lyman, Lauri & Douglas | \$160,300 | \$65,000 | \$2,095 |
| Lyons, William H & Karen V | \$273,500 | \$220,000 | \$4,590 |
| * MacArthur, Gordon B & Lynda W | \$66,100 | \$174,500 | \$2,145 |
| * MacArthur, Kathryn & Gordon | \$143,600 | \$202,100 | \$3,122 |
| * Macdonald, John S & M Suzanne | \$284,000 | \$330,700 | \$5,624 |
| Macdonald, M Suzanne Qpr Trust | \$293,700 | \$337,900 | \$5,874 |
| Macdonald, Thomas P & Jamie S | \$226,200 | \$147,800 | \$3,478 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|--------------------------------------|-------------|---------------|----------|
| Macdonald, Thomas P & Jamie S | \$146,900 | \$263,400 | \$3,816 |
| Machias Savings Bank | \$835,000 | \$ - | \$7,766 |
| Macomber, Barbara Ann | \$150,900 | \$176,600 | \$3,046 |
| * Macomber, Barbara Ann | \$52,800 | \$150,300 | \$1,796 |
| Macomber, Paul A | \$102,500 | \$213,900 | \$2,943 |
| Macomber, William Et Al | \$302,300 | \$123,900 | \$3,964 |
| Madockawando Holdings, LLC | \$515,300 | \$89,300 | \$5,623 |
| Madockawando Holdings, LLC | \$364,400 | \$214,300 | \$5,382 |
| Madockawando Ventures, LLC | \$200,800 | \$844,900 | \$9,725 |
| Mainely Rentals Inc | \$101,400 | \$48,700 | \$1,396 |
| Mainen, Michael W | \$333,800 | \$ - | \$3,104 |
| * Mainen, Michael W | \$890,200 | \$331,000 | \$11,264 |
| Mankiewicz, John & Catherine | \$196,300 | \$158,200 | \$3,297 |
| * Mann, Joel & Michele | \$53,600 | \$159,600 | \$1,890 |
| * Manning, Paul | \$390,700 | \$131,600 | \$4,764 |
| Manor Group LLC | \$85,000 | \$122,800 | \$1,933 |
| Manor Group LLC | \$54,800 | \$34,600 | \$831 |
| Martindale, Wallace S & Henrietta H | \$833,600 | \$226,300 | \$9,857 |
| * Marzolf, Michael T & Judith B | \$62,100 | \$149,000 | \$1,870 |
| * Mason, Thomas L & Marcia P | \$472,700 | \$378,400 | \$7,822 |
| * Mass, Robin D | \$380,400 | \$156,400 | \$4,899 |
| Mathiasen, David G & Carolyn S | \$65,600 | \$114,900 | \$1,679 |
| * Mayewski, Paul A & Lyn W | \$427,100 | \$252,600 | \$6,228 |
| McCarthy, Gerald & Cathelia | \$273,000 | \$365,600 | \$5,939 |
| McKean, Frank H | \$504,100 | \$265,800 | \$7,160 |
| McKeehan, Betty S Et Al | \$567,800 | \$399,800 | \$8,999 |
| * McKenney, Christopher & Jeannie | \$126,600 | \$159,600 | \$2,569 |
| McLaughlin, Robert | \$120,200 | \$67,500 | \$1,746 |
| McLean, Donald | \$405,500 | \$397,400 | \$7,467 |
| McMennamin, G Barry Trust | \$312,500 | \$377,800 | \$6,420 |
| McMennamin, Marilyn | \$11,000 | \$ - | \$102 |
| McMennamin, Marilyn | \$115,200 | \$ - | \$1,071 |
| * McNally, Hope, Trustee | \$892,200 | \$201,700 | \$10,024 |
| McNeese, Lucy Stone | \$215,400 | \$153,900 | \$3,434 |
| McPeck, Raymond D | \$30,600 | \$ - | \$285 |
| * Meyer, Robert F | \$263,900 | \$111,300 | \$3,396 |
| Michel, F Anne & Michel, Frederick A | \$504,300 | \$124,300 | \$5,846 |
| * Miller, Ann L | \$465,900 | \$130,800 | \$5,456 |
| Miller, Ann L | \$1,085,600 | \$405,300 | \$13,865 |
| * Miller, Edward A & Mary Jane C | \$75,100 | \$253,400 | \$2,850 |
| Miller, Thomas & Jean | \$149,100 | \$128,100 | \$2,578 |
| Mills, Mark P & Donnamarie M | \$561,400 | \$277,500 | \$7,802 |
| Mitchell, John & Mitchell, Thomas | \$580,600 | \$246,200 | \$7,689 |
| Mitchell, John & Mitchell, Thomas | \$65,800 | \$127,500 | \$1,798 |
| Modesett, David & Diane | \$182,600 | \$190,900 | \$3,474 |
| Modesett, Diane H | \$66,700 | \$ - | \$620 |
| * Monberg, Thomas O & Alden L | \$62,100 | \$279,900 | \$3,088 |
| Mooney, Charles E II | \$34,800 | \$ - | \$324 |
| Mooney, Charles E II & Teresa | \$53,600 | \$80,500 | \$1,247 |
| Moore, Stanley A & Josephine J | \$265,900 | \$ - | \$2,473 |
| Mordecai, Patricia | \$252,000 | \$220,900 | \$4,398 |
| Morrison, Michael I & Eileen B | \$15,300 | \$ - | \$142 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|-------------------------------------|-------------|---------------|----------|
| * Morrison, Michael I & Eileen B | \$115,500 | \$347,600 | \$4,214 |
| Mortimer, Bruce A | \$119,300 | \$50,100 | \$1,575 |
| Mortimer, Bruce A | \$207,800 | \$39,300 | \$2,298 |
| Moss, Jean D | \$121,700 | \$111,300 | \$2,167 |
| Moss, Roger & Winkler, Gail | \$176,900 | \$226,300 | \$3,750 |
| * Mottola, Sarah | \$422,600 | \$128,900 | \$5,036 |
| Mower, Marcia | \$63,900 | \$ - | \$594 |
| Mower, Marcia | \$201,500 | \$110,000 | \$2,897 |
| Mundth, Nancy Richardson Trust | \$287,400 | \$23,700 | \$2,893 |
| Mundth, Nancy Richardson Trust | \$650,700 | \$379,600 | \$9,582 |
| Murnaghan, George A | \$275,200 | \$176,700 | \$4,203 |
| Murnaghan, Janet E & Feinberg, Alan | \$74,500 | \$9,900 | \$785 |
| Murnaghan, Janet E & Feinberg, Alan | \$512,200 | \$227,200 | \$6,876 |
| Mutty, Lawrence B & Danielle V | \$47,500 | \$5,900 | \$497 |
| * Mutty, Lawrence B & Danielle V | \$510,200 | \$226,600 | \$6,703 |
| Naramek Realty Trust | \$1,157,500 | \$266,400 | \$13,242 |
| * Nehrling, David & Jeanine | \$38,100 | \$59,400 | \$814 |
| * Nelson, Cheryl | \$43,600 | \$67,700 | \$942 |
| * Nelson, Jane C | \$53,600 | \$188,900 | \$2,162 |
| Neve, Deborah | \$135,600 | \$109,800 | \$2,282 |
| * Neve, Deborah | \$552,500 | \$236,300 | \$7,243 |
| * Newbegin, Bradford | \$ - | \$8,600 | \$ - |
| * Norris, Jane E & Safford, Dawn | \$372,900 | \$149,700 | \$4,767 |
| Northern New England Telephone | \$ - | \$4,600 | \$43 |
| Northern New England Telephone | \$154,800 | \$92,300 | \$2,298 |
| Oberting, Kerman & Judith, Trustees | \$930,800 | \$867,900 | \$16,728 |
| O'Donnell, Michael & Sonja | \$155,300 | \$137,300 | \$2,721 |
| * Olivari, Brian A & Marjorie A | \$390,200 | \$258,500 | \$5,940 |
| Ordway, Curt | \$11,200 | \$ - | \$104 |
| Ordway, Curt | \$11,200 | \$ - | \$104 |
| Ordway, Jan D | \$11,200 | \$ - | \$104 |
| * Ordway, Jan D | \$107,500 | \$50,600 | \$1,377 |
| * Ordway, Margaret - Life Tenant | \$64,600 | \$62,300 | \$1,087 |
| Ortman, George | \$81,800 | \$97,000 | \$1,663 |
| Oswald, Gordon & Catherine | \$364,400 | \$140,800 | \$4,698 |
| Otter Rock, LLC | \$1,201,300 | \$402,200 | \$14,913 |
| Packard, Debra C | \$498,900 | \$214,400 | \$6,634 |
| * Paine, Mark A & Dianna J | \$149,100 | \$153,400 | \$2,720 |
| Paquette, Darisse | \$160,300 | \$ - | \$1,491 |
| Parish, Brooke & Julia | \$147,100 | \$254,900 | \$3,739 |
| Parish, Brooke & Julia | \$141,700 | \$66,300 | \$1,934 |
| * Parish, Jr, John C & Elizabeth P | \$685,700 | \$380,900 | \$9,826 |
| Parker, Clarissa J Trust | \$392,500 | \$ - | \$3,650 |
| * Parsons, Lynn & Anne | \$204,000 | \$144,800 | \$3,151 |
| Patterson, McKee & Margaretta | \$42,500 | \$203,900 | \$2,292 |
| Payson, Paul M Et Al | \$77,400 | \$91,600 | \$1,572 |
| Payson, Paul M Et Al | \$3,000 | \$1,000 | \$37 |
| Payson, Sr, Richard O | \$339,800 | \$83,800 | \$3,939 |
| Pedersen, Matthew & Kudlak, Theresa | \$86,500 | \$ - | \$804 |
| Pedersen, Thomas C & Jean R | \$498,800 | \$318,100 | \$7,597 |
| * Pedicini, Donald R | \$53,600 | \$115,900 | \$1,483 |
| * Pemberton, Norman & Louise | \$514,200 | \$885,800 | \$12,927 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|-----------------------------------|-------------|---------------|----------|
| Perkins, Carlton Martin & Mina | \$240,200 | \$21,600 | \$2,435 |
| Perkins, Martin & Mina | \$167,200 | \$ - | \$1,555 |
| Perkins, Martin & Mina | \$55,000 | \$ - | \$512 |
| Perry, Holly H & Gold, Lana | \$182,100 | \$121,400 | \$2,823 |
| Peterson, James I & Mary Lou | \$227,300 | \$24,500 | \$2,342 |
| Pierce, Michael J & Rosemary J | \$399,100 | \$452,100 | \$7,916 |
| Pilotte, Matthew J & Kate M | \$219,800 | \$45,400 | \$2,466 |
| Pine Tree Hospitality LLC | \$153,200 | \$616,300 | \$7,156 |
| Pipe Cleaner, Inc | \$312,400 | \$253,300 | \$5,261 |
| * Podlubny, Helene | \$391,200 | \$95,700 | \$4,324 |
| Politano, Anthony & Bonnie Jean | \$205,600 | \$202,900 | \$3,799 |
| Pott Family Partnership | \$813,200 | \$271,000 | \$10,083 |
| Pott, Jeffrey & Leslie | \$687,500 | \$168,600 | \$7,962 |
| Pott, Ronald & E Joy | \$504,100 | \$202,300 | \$6,570 |
| Powell, Colin & Sweet, Emma | \$58,700 | \$202,600 | \$2,430 |
| PPM Partnership | \$262,800 | \$198,000 | \$4,285 |
| Pringle, James & Jane | \$358,300 | \$ - | \$3,332 |
| * Punzelt, Carolyn M | \$1,376,900 | \$532,900 | \$17,612 |
| Raymond, Carl R Trustee | \$220,300 | \$117,700 | \$3,143 |
| Rappazzo, Patricia | \$121,700 | \$155,500 | \$2,578 |
| * Read, Richard & Margery | \$439,500 | \$399,700 | \$7,712 |
| * Recco, Linda J | \$53,600 | \$112,100 | \$1,392 |
| * Redman, Lawrence S & Elaine | \$53,600 | \$42,700 | \$803 |
| Reed, Craig C | \$78,000 | \$135,400 | \$1,985 |
| Reed, Richard & Terry | \$77,100 | \$ - | \$717 |
| Regan, Ted | \$160,200 | \$154,300 | \$2,925 |
| Richard, Jessie C - Estate | \$61,600 | \$119,100 | \$1,681 |
| Richardson, Frank L | \$260,100 | \$104,800 | \$3,394 |
| Riverhouse Trust | \$65,500 | \$ - | \$609 |
| Robinson, George S & Ann K | \$75,000 | \$ - | \$698 |
| Robinson, Katharine H, Trustee | \$318,500 | \$12,500 | \$3,078 |
| Robinson, Katharine H, Trustee | \$376,900 | \$40,900 | \$3,886 |
| Roessiger, Peter D & Leigh | \$188,300 | \$214,700 | \$3,748 |
| Rogers, Bruce A & Deborah T | \$398,300 | \$377,100 | \$7,211 |
| Rogers, Bruce Alden | \$862,200 | \$128,500 | \$9,214 |
| * Rogers, James H | \$621,600 | \$438,700 | \$9,768 |
| Rosenbaum, Marcos & Tarlin, Betsy | \$114,600 | \$52,500 | \$1,554 |
| * Russell, Doris | \$219,400 | \$290,500 | \$4,593 |
| Rutine Trust | \$57,600 | \$ - | \$536 |
| Rutine Trust | \$48,700 | \$ - | \$453 |
| Rutine Trust | \$2,600 | \$ - | \$24 |
| Rutine Trust | \$2,600 | \$ - | \$24 |
| Rutine Trust | \$2,600 | \$ - | \$24 |
| Rutine Trust | \$1,187,000 | \$13,400 | \$11,164 |
| Rutine, LLC | \$64,800 | \$ - | \$603 |
| Salter, Marshall A | \$162,600 | \$115,300 | \$2,584 |
| * Sampson, Timothy & Gloria | \$54,500 | \$112,900 | \$1,464 |
| Saunders Donald F Trust | \$498,200 | \$58,200 | \$5,175 |
| Saunders Donald F Trust | \$20,000 | \$ - | \$186 |
| Saunders, Mark & Stafford, Robin | \$141,600 | \$59,700 | \$1,872 |
| * Sawyer, Donna L | \$52,300 | \$73,600 | \$1,078 |
| Sayre, W G & Nancy E | \$121,700 | \$261,200 | \$3,561 |

* Received a Homestead exemption,

| Property Owner | Land Val. | Building Val. | Tax |
|---|-----------|---------------|----------|
| Schall, Alvin A & Sharon L | \$488,000 | \$184,000 | \$6,250 |
| Scheer, Kenneth I & Ruth C | \$763,900 | \$354,100 | \$10,397 |
| Scheer, Ruth C | \$406,000 | \$ - | \$3,776 |
| Schneper, Frederick & O'Neil, Sally | \$555,000 | \$221,600 | \$7,222 |
| * Schoonover, David & Griffiths, Barbara | \$394,200 | \$289,100 | \$6,262 |
| Schuler, Matthew L & Meredith M | \$75,600 | \$90,300 | \$1,543 |
| Schumann, Lesley G | \$142,100 | \$179,300 | \$2,989 |
| * Scott, Ingrid G | \$56,900 | \$134,100 | \$1,683 |
| * Scott, Pamela Farmer | \$523,200 | \$527,900 | \$9,682 |
| Sewall, David T | \$142,200 | \$318,800 | \$4,287 |
| Shanley, James J & Janet V | \$28,800 | \$ - | \$268 |
| * Shanley, James J & Janet V | \$653,900 | \$185,400 | \$7,657 |
| * Siegel, Jeffrey S & Karen S | \$394,500 | \$481,400 | \$8,053 |
| Silver, Christopher & I Dale | \$155,200 | \$ - | \$1,443 |
| Silver, Christopher & Isabel D | \$141,500 | \$173,700 | \$2,931 |
| Silver, Christopher & Isabel D | \$560,400 | \$153,100 | \$6,636 |
| Silver, I Dale & Christopher | \$85,900 | \$120,000 | \$1,915 |
| Sioles, Anna M | \$293,500 | \$175,500 | \$4,362 |
| * Slocum, Joseph J | \$394,000 | \$153,800 | \$5,002 |
| * Small, Donald A | \$146,400 | \$110,700 | \$2,298 |
| Small, Shelley L Bartlett, Et Al | \$536,300 | \$224,300 | \$7,074 |
| Smith, Daniel & Vanessa | \$163,800 | \$145,800 | \$2,879 |
| Smith, E F Ltd | \$236,200 | \$128,500 | \$3,392 |
| Smith, Jason Et Al | \$221,000 | \$6,300 | \$2,114 |
| Snapp, Alan A & Diana C | \$31,200 | \$ - | \$290 |
| * Snapp, Alan A & Diana C | \$87,600 | \$128,700 | \$1,919 |
| Snapp, Alan A & Diana C | \$455,300 | \$144,200 | \$5,575 |
| * Snapp, Lloyd T | \$533,400 | \$95,900 | \$5,704 |
| Snell, Karen O | \$11,200 | \$ - | \$104 |
| Snow, Alice M | \$ - | \$7,500 | \$70 |
| Spinazola, Eugene & Crawford, Katherine | \$97,300 | \$10,500 | \$1,003 |
| * Spinazola, Eugene & Crawford, Katherine | \$380,400 | \$173,800 | \$5,061 |
| * Spinazola, Francis K & Cheryl L | \$53,600 | \$71,200 | \$1,068 |
| * Spratt, Stephen E & Christine V | \$427,800 | \$127,800 | \$5,074 |
| Squibb, Amy Brooks Family Trust | \$142,900 | \$44,400 | \$1,742 |
| Stanley, Karen W | \$31,300 | \$ - | \$291 |
| * Stanley, Karen W | \$217,600 | \$448,100 | \$6,098 |
| Stanley, Karen W | \$292,000 | \$129,600 | \$3,921 |
| Starke, Richard P Estate | \$798,400 | \$340,600 | \$10,593 |
| * Stearns, Barbara | \$389,400 | \$254,800 | \$5,898 |
| Stearns, Florence | \$15,000 | \$ - | \$140 |
| * Stearns, Florence | \$433,200 | \$62,300 | \$4,459 |
| * Stearns, Renneleigh | \$120,300 | \$170,300 | \$1,610 |
| Sterling, Ann F Trustee | \$778,900 | \$185,100 | \$8,965 |
| Stern, Candace, Et Al | \$212,600 | \$ - | \$1,977 |
| Stern, Richard & Candace | \$149,200 | \$166,500 | \$2,936 |
| Stewart, Amy K | \$51,300 | \$2,600 | \$501 |
| Stewart, Amy K | \$25,900 | \$2,900 | \$268 |
| * Stewart, Nina R | \$60,900 | \$103,100 | \$1,432 |
| * Stone, James H II & Laurie E | \$133,000 | \$185,300 | \$2,811 |
| Strauch, Hans & Paquette, Darisse | \$143,400 | \$241,800 | \$3,582 |
| Stuckey, Madeline C - Estate | \$207,500 | \$144,300 | \$3,272 |

* Received a Homestead exemption

| Property Owner | Land Val. | Building Val. | Tax |
|---|-----------|---------------|---------|
| Sullivan, Bernard W | \$53,800 | \$88,900 | \$1,327 |
| Sullivan, Loa J | \$40,900 | \$ - | \$380 |
| * Sullivan, Loa J | \$71,100 | \$128,800 | \$1,766 |
| Sweeney, Emma & Dale | \$53,700 | \$79,200 | \$1,143 |
| Sweet, M Pedrick & Johanna S | \$399,800 | \$160,300 | \$5,209 |
| Sweet, Meriby | \$265,500 | \$99,400 | \$3,394 |
| * Taub, Jeffrey & Valerie | \$68,900 | \$177,700 | \$2,200 |
| Taylor, Richard & Margaret | \$198,100 | \$175,400 | \$3,474 |
| Tenney, David Family Trust | \$294,700 | \$244,500 | \$5,015 |
| Tenney, Bradford N | \$102,000 | \$4,800 | \$993 |
| Tenney, Bradford N | \$257,300 | \$63,100 | \$2,980 |
| Tenney, Bradford N Et Al | \$529,700 | \$52,900 | \$5,418 |
| * Tenney, Donald Y & Martha White | \$234,100 | \$239,300 | \$4,310 |
| * Tenney, E Gilman & Brooke | \$242,300 | \$262,800 | \$4,549 |
| Tenney, E Gilman & Brooke | \$1,000 | \$ - | \$9 |
| Terry, James T II, Wyllys, Lyon & Tiffany | \$37,800 | \$ - | \$352 |
| Terry, James T II, Wyllys, Lyon & Tiffany | \$651,800 | \$122,300 | \$7,199 |
| The Breeze, LLC | \$ - | \$8,200 | \$76 |
| * Thomas, Marion A Trustee | \$330,900 | \$167,500 | \$4,542 |
| Thomas, Robert S | \$133,600 | \$55,500 | \$1,759 |
| Thomas, Robert S & Barbara | \$37,800 | \$ - | \$352 |
| * Thomas, Robert S & Barbara | \$62,100 | \$142,300 | \$1,808 |
| Three Steps, LLC | \$465,600 | \$154,400 | \$5,766 |
| * Tobey, Mary & Todd | \$53,600 | \$169,800 | \$1,985 |
| Todd, Margaret Sherman | \$123,800 | \$34,300 | \$1,470 |
| Tonry, Michael H & Penelope T | \$393,000 | \$252,000 | \$5,999 |
| Tonry, Michael H & Penelope | \$59,100 | \$ - | \$550 |
| * Torno, Joan C | \$570,400 | \$124,400 | \$6,369 |
| Torno, Laurent J, Jr & Elizabeth G | \$52,700 | \$ - | \$490 |
| Trenner, N & Radcliffe-Trenner A | \$156,600 | \$95,700 | \$2,346 |
| Trevors, Ellen P, Trustee | \$234,800 | \$274,900 | \$4,740 |
| Trichka, Robert E & Warrena B | \$189,500 | \$34,400 | \$2,082 |
| Tschinkel, Andrew J & Frances | \$434,300 | \$245,700 | \$6,324 |
| Tumblin, Henry & Rita | \$208,300 | \$106,300 | \$2,926 |
| Tyler, Leonard H & Bonnie L | \$181,400 | \$109,900 | \$2,709 |
| Tyler, Leonard H & Bonnie L | \$94,900 | \$75,400 | \$1,584 |
| Ulrich, Charles H & Carolyn S, Trustees | \$521,100 | \$187,400 | \$6,589 |
| * Unger, David G | \$422,300 | \$313,400 | \$6,749 |
| Uni Me, LLC | \$117,900 | \$11,900 | \$1,207 |
| Vagt, Robert F & Ruth A | \$249,400 | \$201,600 | \$4,194 |
| * Van De Graff, Julie & Burke, Jonathan | \$292,600 | \$236,300 | \$4,826 |
| Van De Graff, Julie & Burke, Jonathan | \$175,800 | \$289,700 | \$4,329 |
| * Van Horn, David M | \$397,800 | \$228,700 | \$5,726 |
| Veazie Cottage, LLC | \$183,300 | \$114,700 | \$2,771 |
| * Vogell, E Scott & Robin C | \$215,700 | \$453,100 | \$6,127 |
| Vogell, E Scott & Robin C | \$364,400 | \$143,400 | \$4,723 |
| * Vogell, Peter F & Rosanne | \$100,900 | \$63,700 | \$1,382 |
| Wardwell 92 Family Trust | \$1,200 | \$ - | \$11 |
| Wardwell 92 Family Trust | \$74,800 | \$49,500 | \$1,156 |
| * Wardwell 92 Family Trust | \$81,200 | \$163,500 | \$2,127 |
| Wardwell 92 Family Trust | \$647,000 | \$ - | \$6,017 |
| Wardwell, Patricia | \$62,700 | \$ - | \$583 |

* Received a Homestead exemption,

| Property Owner | Land Val. | Building Val. | Tax |
|--|-----------|---------------|---------|
| Wardwell, Patricia & Barkovic, Thomas & El | \$53,000 | \$224,900 | \$2,584 |
| * Warker, Jane, Trustee | \$373,300 | \$181,400 | \$5,066 |
| Warren, Richard J & Elizabeth C | \$325,300 | \$267,600 | \$5,514 |
| Warren, Sanford & Jean Trustees | \$262,900 | \$181,900 | \$4,137 |
| Water Street, LLC | \$155,300 | \$171,800 | \$3,042 |
| Water Street, LLC | \$188,800 | \$316,000 | \$4,695 |
| * Webb, Caroline & Dawn | \$ - | \$12,500 | \$23 |
| Weikal-Beauchat, Wendy - Trustee | \$693,600 | \$48,500 | \$6,902 |
| Weinstein, Jonathan | \$318,800 | \$96,100 | \$3,859 |
| Wellington, J Douglas & M Lourdes | \$397,900 | \$222,200 | \$5,767 |
| Wheeler, E Louise Estate | \$390,400 | \$384,100 | \$7,203 |
| Wheeler, E Louise Estate | \$313,300 | \$ - | \$2,914 |
| Wheeler-Cyr, Laura L | \$290,500 | \$207,400 | \$4,630 |
| Whidden, Roger | \$421,500 | \$ - | \$3,920 |
| Whidden, Roger G & Anne D | \$448,000 | \$149,200 | \$5,554 |
| Williams, Hallie A. | \$31,200 | \$ - | \$290 |
| * Williams, Karl S | \$152,800 | \$125,000 | \$2,491 |
| Williams, Larry Trustee | \$52,500 | \$ - | \$488 |
| * Willis, Carlton & Barbara | \$53,600 | \$82,200 | \$1,170 |
| Willmann, Eleanor | \$43,600 | \$69,000 | \$1,047 |
| Wilson Point Association | \$1,700 | \$ - | \$16 |
| Wilson, David E & Elise C | \$445,200 | \$81,800 | \$4,901 |
| Winter, Patricia A & Feldman, Miriam | \$224,800 | \$102,900 | \$3,048 |
| Wiseman, Charleen G | \$562,000 | \$158,900 | \$6,704 |
| * Wiswall, Jr, Frank L & Elizabeth N | \$67,900 | \$412,000 | \$4,370 |
| Wogan, Michael & Linda M L | \$62,200 | \$151,900 | \$1,991 |
| Wood, Gordon W | \$120,700 | \$138,700 | \$2,412 |
| Woodman, Mary F & Robert B | \$340,000 | \$118,800 | \$4,267 |
| * Wylie, Judith A & T Lee | \$653,300 | \$360,400 | \$9,334 |
| * Wyman, David B & Rosemary K | \$142,600 | \$290,100 | \$3,931 |
| Wyman, David B & Rosemary M | \$102,400 | \$ - | \$952 |
| Wyman, David B & Rosemary M | \$30,600 | \$ - | \$285 |
| * Yates, Silas & Dianne | \$267,800 | \$117,300 | \$3,488 |
| Yenoom LLC | \$179,600 | \$125,700 | \$2,839 |
| Young, Stefanie Scheer | \$393,000 | \$333,900 | \$6,760 |
| * Zenter, Charles E & Janice B | \$91,900 | \$166,500 | \$2,310 |
| Zimmerman, Vida M, Trustee | \$148,700 | \$143,800 | \$2,720 |
| Zimmerman, Vida M, Trustee | \$47,200 | \$ - | \$439 |
| Zoller, John E & Patricia | \$157,500 | \$325,500 | \$4,492 |

* Received a Homestead exemption

Exemptions – Veterans

The following Veterans receive a \$6,000 exemption on their primary residence. For tax year 2013, the exemption took \$55.20 off each tax bill.

Baker, Col. John
Berleant, Arnold
Bourne, Standish T Jr
Brown, Edward F
Coughlin, Michael
Cyr, Paul E
Daly, Robert M
Dick, Robert C
Eaton, Lawrence
Eisenhardt, William

Engelhardt, Jurgen
Erhard, Henry E
Gardner, John P
Hale, Richard
Jones, David A
Kaiserian, Harry, Jr
King, Clifford Jr
Miller, Edward A
Miller, Mary Jane C

Mutty, Lawrence
Podlubny, Helene
Richardson, Deane
Shanley, James
Snapp, Lloyd T
Stone, James H II
Tenney, E Gilman
Vogell, Peter F
Wardwell, Arthur

Exemptions – Veterans' Widows

The following Veterans' Widows receive a \$6,000 exemption on their primary residence. For tax year 2013, the exemption took \$55.20 off each tax bill.

Ballou, Elizabeth
Barrett, Leni
Belanger, Barbara J
Breen, Ann
Fitz-Gerald, Elizabeth

Foote, Sara
Goodwin, Helen
Higgins, Patricia A
Kimball, Frances
Podlubny, Helene

Punzelt, Carolyn M
Recco, Linda J
Russell, Doris
Stearns, Florence

Exempted Real Estate

| Municipal | Valuation |
|---|--------------------|
| Cemetery Association | \$ 71,000 |
| Water Department..... | 1,634,100 |
| Emerson Hall | 953,000 |
| Landfill | 341,000 |
| Library..... | 651,200 |
| Lighthouse | 1,194,600 |
| Fort Griffith | 30,800 |
| Wadsworth Cove Beach & Pond..... | 62,900 |
| Fire Station..... | 427,800 |
| Pollution Facility with Pump Stations | 1,376,900 |
| Adams School..... | 853,400 |
| Fort Madison..... | 141,000 |
| Town Wharf & Dock | 995,800 |
| Town Common..... | <u>296,600</u> |
| Total Municipal..... | \$9,030,500 |

State and Federal

| | |
|------------------------------|---------------|
| Maine Maritime Academy | \$ 73,591,300 |
| Fort George..... | 50,700 |
| Holbrook Island..... | 1,874,700 |
| U.S. Post Office | 446,500 |

All Others

| | |
|---|-----------|
| First Congregational Society | 566,500 |
| Roman Catholic Bishop..... | 863,900 |
| Trinitarian Congregational Parish | 575,500 |
| Trinity Episcopal Church..... | 819,200 |
| Community Hospital..... | 1,004,900 |
| Grange Hall | 179,500 |
| Historical Society | 1,022,500 |
| Scientific Society..... | 3,209,400 |
| Maine Coast Heritage Trust | 2,660,500 |

Total **\$95,895,600**

Total exemptions classified under Homestead, Veterans, Veterans' Widows,
Municipal, State, Federal, and All Others.

| | |
|----------------|---------------|
| Accounts | \$100,581,000 |
| Tax | 935,403 |

Taxable Personal Property

| Name | Value | Tax |
|-------------------------------------|----------|--------|
| Active Corporation | \$ 5,300 | 49.29 |
| Aerotropic International, Inc | 12,100 | 112.53 |
| Bangor Savings Bank | 39,900 | 371.07 |
| Camden National Bank | 102,200 | 950.46 |
| Castine Condiments | 3,000 | 27.90 |
| Castine Cottages | 3,900 | 36.27 |
| Castine Golf Club | 54,400 | 505.92 |
| Castine Inn | 44,100 | 410.13 |
| Castine Kayak Adventures | 5,000 | 46.50 |
| Castine Realty | 900 | 8.37 |
| Castine Variety | 15,000 | 139.50 |
| Castine Yacht Club | 61,500 | 571.95 |
| Check Free Services Corp | 300 | 2.79 |
| Ciano, Robert Dr. | 28,100 | 261.33 |
| Coca-Cola Company | 3,100 | 28.83 |
| Compass Rose | 22,500 | 209.25 |
| Danny Murphy's | 10,000 | 93.00 |
| Dennett's Wharf | 81,100 | 754.23 |
| deRaaf Realty | 4,000 | 37.20 |
| DirecTV, Inc | 2,300 | 21.39 |
| Dish Network, LLC | 1,600 | 14.88 |
| Dolphin Books & Prints | 900 | 8.37 |
| Dysarts, Inc | 3,100 | 28.83 |
| Eaton's Boat Brokerage, Inc | 18,200 | 169.26 |
| Eaton's Boat Yard, Inc | 44,500 | 413.85 |
| EHL Design | 1,000 | 9.30 |
| Evalon | 1,600 | 14.88 |
| Fair Point Communications, Inc | 25,100 | 233.43 |
| Fallow Building Services | 17,500 | 162.75 |
| Flanzala, Paul | 5,900 | 54.87 |
| Follett Higher Education Group | 78,400 | 729.12 |
| Four Flags Gifts, Inc | 2,400 | 22.32 |
| Gary Brouillard, Master Electrician | 3,000 | 27.90 |
| Greyhawk Leasing, LLC | 33,500 | 311.55 |
| Hatch, David Painting, Inc | 7,800 | 72.54 |
| Highlands Woodturning | 6,000 | 55.80 |
| Hughes Network Systems, LLC | 200 | 1.86 |
| Kay Chemical Company | 1,900 | 17.67 |
| M & E Gummel Chairworks | 5,300 | 49.29 |
| Mac Gray Services | 10,000 | 93.00 |
| Mainely Marine Services | 2,000 | 18.60 |

| Name | Value | Tax |
|--------------------------------|---------|----------|
| Mainely Rentals, Inc | 3,000 | 27.90 |
| Mainely Solutions | 2,000 | 18.60 |
| Making Waves | 700 | 6.51 |
| MarKel's Bakehouse | 10,000 | 93.00 |
| Oakum Bay Realty | 4,000 | 37.20 |
| Ordway Painting, Inc | 14,800 | 137.64 |
| Penobscot Bay Press | 4,500 | 41.85 |
| Pentagoet Inn | 36,700 | 341.31 |
| Pepsi Cola FCI | 2,600 | 24.18 |
| Saltmeadow Properties, Inc | 4,400 | 40.92 |
| Sara Sara's | 2,500 | 23.25 |
| Scientific Games, Inc | 700 | 6.51 |
| Sodexo Operations, LLC | 4,700 | 43.71 |
| T & C Grocery | 46,800 | 435.24 |
| T K Sampson General Contractor | 3,000 | 27.90 |
| The Breeze | 2,500 | 23.25 |
| The Manor Inn | 18,600 | 172.98 |
| The Tap Room | 10,000 | 93.00 |
| Time Warner NY Cable, LLC | 285,600 | 2,656.08 |
| University Credit Union | 6,900 | 64.17 |
| Vogell, Peter | 3,000 | 27.90 |
| Water Street, LLC | 7,800 | 72.54 |
| Wyman PE & Assoc | 2,300 | 21.39 |

Town of Castine Position Salaries

*Following is a list of all employment positions with the Town of Castine.
These amounts are as reflected in this year's budget request.*

Town Manager

| | |
|------------------------------|-------------|
| Salaries – Town Office | \$63,010.00 |
| Salaries – Sewer | 6,000.00 |
| Salaries – Water | 6,000.00 |
| Total Salary. | \$75,010.00 |

Finance Officer

| | |
|------------------------------|-------------|
| Salaries – Town Office | \$46,320.00 |
| Salaries – Sewer | 8,300.00 |
| Salaries – Water | 8,300.00 |
| Total Salary. | \$62,920.00 |

Town Clerk / Registrar of Voters

| | |
|------------------------------|-------------|
| Salaries – Town Office | \$44,590.00 |
|------------------------------|-------------|

Public Works Supervisor

| | |
|-----------------------------------|-------------|
| Salaries – Public Works | \$36,774.40 |
| Salaries – Transfer Station | 9,193.60 |
| Total Salary. | \$45,968.00 |

Public Works Employee

| | |
|-------------------------------|-------------|
| Salaries – Public Works | \$33,904.00 |
| Animal Control Officer. | 2,080.00 |
| Total Salary. | \$36,774.00 |

CEO/Transfer Station Attendant

| | |
|----------------------------------|-------------|
| Salaries- Transfer Station | \$17,160.00 |
| Code Enforcement | 15,542.80 |
| Total Salary. | \$32,702.80 |

Traffic Ordinance Officer

| | |
|---------------------------------|-------------|
| Traffic Ordinance Officer. | \$ 8,000.00 |
|---------------------------------|-------------|

Plumbing Inspector

| | |
|--------------------------|-------------|
| Plumbing Inspector | \$ 2,400.00 |
|--------------------------|-------------|

Fire Chief

| | |
|----------------------------------|-------------|
| Salaries – Fire Department | \$ 7,500.00 |
|----------------------------------|-------------|

Assistant Fire Chief (3 @ \$1,500 each)

| | |
|----------------------------------|-------------|
| Salaries – Fire Department | \$ 4,500.00 |
|----------------------------------|-------------|

Utility Superintendent

| | |
|------------------------|-------------|
| Salaries – Sewer | \$30,004.00 |
| Salaries – Water | 30,004.00 |
| Total Salary. | \$60,008.00 |

Utility Operator

| | |
|------------------------|-------------|
| Salaries - Sewer | \$43,056.00 |
|------------------------|-------------|

Utility Operator

| | |
|------------------------|-------------|
| Salaries – Water | \$40,456.00 |
|------------------------|-------------|

Selectmen, Chairman

| | |
|------------------------------|-------------|
| Salaries – Town Office | \$ 5,000.00 |
|------------------------------|-------------|

| | |
|--|-------------|
| Selectmen (2 at \$4,000 each) | |
| Salaries – Town Office | \$ 8,000.00 |
| Harbor Master | |
| Harbor Master | \$ 8,000.00 |
| Dock Attendants | |
| Harbor Master | \$10,000.00 |
| Library Director | |
| Salaries – Library | \$41,296.00 |
| Assistant Librarian | |
| Salaries – Library | \$15,201.00 |
| Assistant Librarian | |
| Salaries – Library | \$13,967.00 |
| Library Assistant | |
| Salaries – Library | \$13,048.00 |
| Additional Library Coverage | |
| Salaries – Library | \$ 3,809.00 |
| Superintendent | |
| Superintendent of Schools | \$16,446.60 |
| Office Manager | \$ 7,938.00 |
| Secretary | \$ 6,027.57 |
| Bookkeeper | \$ 4,747.63 |
| Director of Special Education | |
| Director of Special Education | \$11,141.14 |
| Special Education Secretary | |
| Administrative Secretary | \$ 6,027.57 |
| School Board | |
| Board Chair | \$ 600.00 |
| Board Members (2 at \$500 each) | \$ 1,000.00 |
| Principal | |
| Teaching Principal | \$72,000.00 |
| Teacher | |
| Grade 5 – 8 Science/Math | \$75,130.00 |
| Teacher | |
| Grade 3 – 4 | \$72,944.00 |
| Teacher | |
| Grade 1 - 2 | \$38,988.00 |
| Teacher | |
| Pre K / Kindergarten | \$57,295.00 |
| Teacher | |
| Education Technician | \$20,213.76 |
| Teacher | |
| Spanish, Grades 5 – 8 ELA/Social Studies | \$44,987.00 |
| Teacher | |
| Classroom/Choral Music Teacher (20%) | \$11,556.00 |
| Teacher | |
| Instrumental Music (20%) | \$ 7,343.40 |
| Teacher | |
| Art Teacher (40%) | \$17,994.80 |

| | | |
|-----------------|---|-------------|
| Teacher | | |
| | Physical Education/Health Teacher (40%) | \$14,686.80 |
| Teacher | | |
| | Special Education/RTI | \$42,746.00 |
| Teacher | | |
| | Speech Teacher (20%). | \$ 8,256.40 |
| Teacher | | |
| | Guidance (20%). | \$ 6,568.40 |
| Secretary | | |
| | School Secretary. | \$27,433.12 |
| Custodian | | |
| | Custodian | \$27,605.80 |
| Bus Driver | | |
| | Bus Driver. | \$24,975.00 |
| School Nurse | | |
| | School Nurse | \$ 7,996.80 |
| Cook | | |
| | Cook. | \$17,609.36 |
| Athletics | | |
| | Coaching | \$ 4,550.00 |
| Other Positions | | |
| | Drama Advisor. | \$ 650.00 |
| | Grades 8 Advisor. | \$ 650.00 |
| | Garden Club | \$ 650.00 |
| | Jazz Band | \$ 650.00 |

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Independent Auditor's Report

To the Castine School Committee
Superintendent of Schools of
the Town of Castine, Maine
Blue Hill, Maine 04614

We have audited the accompanying financial statements of the Castine School Department for the year ended June 30, 2013, and the accompanying schedules and the related notes to the financial statements as listed in the Table of Contents. The Castine School Department is a department of the Town of Castine, Maine. These financial statements are intended to present the activity of that department only. They do not purport to, and do not, present fairly the financial position of the Town of Castine, as of June 30, 2013 and for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial statements of the Castine School Department as of June 30, 2013, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that budgetary comparison information on pages 8 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Castine School Department has not presented a management's discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of the basic financial statements.

Other Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The other supplemental schedules and the Auditor's Statements of Assurance and Determination as listed in the table of contents on pages 9-13 are presented for the purpose of additional analysis and are not a required part of the basic financial statements of the Castine School Department. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material aspects in relation to the basic financial statements taken as a whole.



Certified Public Accountants
January 23, 2014

CASTINE SCHOOL DEPARTMENT
COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITY - ALL FUND TYPES
JUNE 30, 2013

| | Governmental Fund Types | | | Fiduciary | | TOTAL (Memorandum Only) |
|--|-------------------------|------------------|------------------|------------------|-----------|----------------------------|
| | General | Capital Reserve | Special Revenue | Custodial | | |
| <u>ASSETS</u> | | | | | | |
| Cash | \$ 6,646 | \$ - | \$ - | \$ 11,211 | \$ | 17,857 |
| Accounts Receivable | 685 | - | - | - | | 685 |
| Prepaid Expenses | 9,580 | - | - | - | | 9,580 |
| Due from Town of Castine | 82,319 | 10,000 | 13,471 | - | | 105,790 |
| Due from State of Maine | 863 | - | 24,195 | - | | 25,058 |
| <u>TOTAL ASSETS</u> | <u>\$ 100,093</u> | <u>\$ 10,000</u> | <u>\$ 37,666</u> | <u>\$ 11,211</u> | <u>\$</u> | <u>\$ 158,970</u> |
| <u>LIABILITIES</u> | | | | | | |
| Accounts Payable | 13,324 | - | 13,216 | - | | 26,540 |
| Accrued Compensated Absences | 42,579 | - | - | - | | 42,579 |
| Accrued Payroll | 87,181 | - | - | - | | 87,181 |
| | 143,084 | - | 13,216 | - | | 156,300 |
| <u>FUND EQUITY</u> | | | | | | |
| Fund Balances - | | | | | | |
| Restricted - Note 2 | \$ - | \$ 10,000 | \$ - | \$ 11,211 | \$ | 21,211 |
| Unrestricted: | | | | | | |
| Unassigned | (42,991) | - | 24,450 | - | | (18,541) |
| | (42,991) | 10,000 | 24,450 | 11,211 | | 2,670 |
| <u>TOTAL LIABILITIES AND FUND EQUITY</u> | <u>\$ 100,093</u> | <u>\$ 10,000</u> | <u>\$ 37,666</u> | <u>\$ 11,211</u> | <u>\$</u> | <u>\$ 158,970</u> |

The accompanying notes are an integral part of these financial statements.

Exhibit B

CASTINE SCHOOL DEPARTMENT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - ALL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

| | Governmental Fund Types | | | | Fiduciary | | TOTAL |
|--|-------------------------|------------------|------------------|------|------------------|-------------------|------------------|
| | General | Capital Reserve | Special Revenue | | Custodial | (Memorandum Only) | |
| Revenues | | | | | | | |
| Intergovernmental Revenues - | | | | | | | |
| Local Revenue - Town Appropriation | \$ 1,122,900 | \$ 1,500 | \$ - | \$ - | - | \$ | 1,124,400 |
| State Operating Aid | 27,921 | - | - | - | - | | 27,921 |
| Grants | - | - | 57,180 | - | - | | 57,180 |
| Nutrition Subsidies | 7,405 | - | - | - | - | | 7,405 |
| Local Revenue - Nutrition | 16,812 | - | - | - | - | | 16,812 |
| Charges for Services - Nutrition | 7,255 | - | - | - | - | | 7,255 |
| Other | 8,428 | - | - | - | 28,708 | | 37,136 |
| Total Revenues | 1,190,721 | 1,500 | 57,180 | | 28,708 | | 1,278,109 |
| Expenditures | | | | | | | |
| Instructional - | | | | | | | |
| Regular Programs - Elementary | 547,100 | - | - | - | - | | 547,100 |
| Regular Programs - Secondary | 223,874 | - | - | - | - | | 223,874 |
| Special Programs | 140,912 | - | 31,069 | - | - | | 171,981 |
| Administration - | | | | | | | |
| General | 65,319 | - | - | - | - | | 65,319 |
| Principal's Office | 67,987 | - | - | - | - | | 67,987 |
| Nutrition | 30,476 | - | - | - | - | | 30,476 |
| Transportation | 81,984 | - | - | - | - | | 81,984 |
| Plant Operation and Maintenance | 74,576 | - | - | - | - | | 74,576 |
| Student and Staff Support | 25,068 | - | - | - | - | | 25,068 |
| Student Activities | 10,471 | - | - | - | 24,487 | | 34,958 |
| Capital Improvements | - | - | - | - | - | | - |
| Total Expenditures | 1,267,767 | - | 31,069 | | 24,487 | | 1,323,323 |
| Excess Revenues Over (Under) Expenditures | (77,046) | 1,500 | 26,111 | | 4,221 | | (45,214) |
| Other Financing Sources (Uses) | | | | | | | |
| Operating Transfers in (out) | 8,000 | (8,000) | - | - | - | | - |
| Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses | (69,046) | (6,500) | 26,111 | | 4,221 | | (45,214) |
| Fund Balance, Beginning | 26,055 | 16,500 | (1,661) | | 6,990 | | 47,884 |
| Fund Balance, Ending | \$ (42,991) | \$ 10,000 | \$ 24,450 | | \$ 11,211 | | \$ 2,670 |

The accompanying notes are an integral part of these financial statements.

CASTINE SCHOOL DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013

Note 1 – Summary of Significant Accounting Policies

A. Basis of Presentation

The financial statements of the Castine School Department have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

Fund Accounting

The accounts of the School Department are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped by type in the financial statements. The following fund types are currently used by the School Department.

Governmental Funds

General Fund – The general fund is the general operating fund of the School Department. It is used to account for financial resources not required to be accounted for in another fund.

Special Revenue Fund – This fund is used to account for the revenues restricted for specific purposes such as federal and state grants.

Fiduciary Funds

Custodial funds are used to account for assets held by the School Department in a trustee capacity.

B. Basis of Accounting

The financial statements of the Castine School Department maintained and reported on the modified accrual basis of accounting. Sources of financial resources and assets are recognized and when measurable and available to finance operations during the year. Uses of financial resources and liabilities are recognized when obligations are incurred from receipt of goods and services.

Inventories are not maintained by the Castine School Department. Supplies are recorded when expenditures are paid.

C. Assets, Liabilities and Fund Balances

Cash and Cash Equivalents

The School Department's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

CASTINE SCHOOL DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013

C. Assets, Liabilities and Fund Balances – Continued

Compensated Absences

The School Department provides vacation and sick leave to its employees in varying amounts. All vacation time is required to be taken in a timely fashion or is forfeited. The School Department's policy for sick time allows teachers who have taught in Castine for a minimum of ten years and has attained 55 years of age to be paid for 30 days of accumulated sick leave days upon their retirement.

Capital Assets and General Long-Term Debt

The Castine School Department does not maintain a General Fixed Asset Group of accounts. General Long-Term Debt incurred for School purposes is an obligation of the Town of Castine, Maine and is reflected in the financial statements of the Town.

Fund Balances

In accordance with Government Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the School Department of Castine classifies governmental fund balances as follows:

Non-spendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through town meeting voting and does not lapse at year-end.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the Superintendent.

Unassigned – includes positive fund balances with the General fund which has not been classified within the above mentioned categories and negative fund balance in other governmental funds.

The School Department has no formal revenue spending policy for programs with multiple revenue sources. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance.

The School Department does not have a formal minimum fund balance policy.

D. Budget

An operating budget is adopted each year for the Department. The voters of the Town act on a proposed budget recommended by the School Committee and prepared on the same basis used for financial reporting purposes.

CASTINE SCHOOL DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013

E. Subsequent Events

The Castine School Department has considered all subsequent events occurring through January 23, 2014, the date the financial statements were available to be issued.

F. Total Columns on Combined Statements

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Note 2 – Restricted Funds

The general fund capital reserve balance consists of:

| | <u>Forward</u> | <u>Appropriations</u> | <u>Expended</u> | <u>Balance</u> |
|----------------------------|------------------|-----------------------|-----------------|------------------|
| Capital - Roof Replacement | \$ 12,500 | \$ 1,500 | \$ 8,000 | \$ 6,000 |
| Capital – New Furnace | 4,000 | - | - | 4,000 |
| | <u>\$ 16,500</u> | <u>\$ 1,500</u> | <u>\$ 8,000</u> | <u>\$ 10,000</u> |

The custodial fund is comprised of the following:

| <u>Adams School Act. Fund</u> | <u>Balance 6/30/12</u> | <u>Receipts</u> | <u>Disbursements</u> | <u>Balance 6/30/13</u> |
|-------------------------------|----------------------------|-----------------|----------------------|----------------------------|
| General | \$ (231) | \$ 18,572 | \$15,052 | \$ 3,289 |
| French Club | 1,118 | - | - | 1,118 |
| Calvin Project | 1,817 | - | 1,209 | 608 |
| Boatbuilding | 1,028 | - | 511 | 517 |
| Yearbook Account | 1,315 | 4,435 | 4,400 | 1,350 |
| PTC | 465 | 1,477 | 764 | 1,178 |
| Thomas Award | 771 | - | 58 | 713 |
| Garden Fund | 623 | 1,527 | 162 | 1,988 |
| Calder Award | 75 | 606 | 300 | 381 |
| Cheerleaders | 9 | 348 | 343 | 14 |
| Cougar Café | - | 1,742 | 1,687 | 55 |
| Totals | <u>\$ 6,990</u> | <u>28,707</u> | <u>24,486</u> | <u>\$ 11,211</u> |

Schedule 1

CASTINE SCHOOL DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

| | General Fund | | | |
|---|---------------------|---------------------|--------------------|--|
| | Original Budget | Budget Transfers | Actual | Variance Favorable (Unfavorable) |
| <u>Revenues</u> | | | | |
| Intergovernmental Revenues - | | | | |
| Local Revenues - Town Appropriation | \$ 1,122,900 | \$ - | \$ 1,122,900 | \$ - |
| State Operating Aid | 20,192 | - | 27,921 | 7,729 |
| Nutrition Subsidies | 3,400 | - | 7,405 | 4,005 |
| Local Revenues - Nutrition | 16,812 | - | 16,812 | - |
| Charges for Services - Nutrition | 10,600 | - | 7,255 | (3,345) |
| Other | - | - | 8,428 | 8,428 |
| <u>Total Revenues</u> | <u>1,173,904</u> | <u>-</u> | <u>1,190,721</u> | <u>16,817</u> |
| <u>Expenditures</u> | | | | |
| Instructional - | | | | |
| Regular Programs - Elementary | 573,149 | (9,500) | 547,100 | 16,549 |
| Regular Programs - Secondary | 280,569 | - | 223,874 | 56,695 |
| Special Programs | 140,922 | - | 140,912 | 10 |
| Administration - | | | | |
| General | 69,900 | - | 65,319 | 4,581 |
| Principal's Office | 73,005 | - | 67,987 | 5,018 |
| Nutrition | 30,812 | - | 30,476 | 336 |
| Transportation | 66,116 | - | 81,984 | (15,868) |
| Plant Operation and Maintenance | 77,047 | - | 74,576 | 2,471 |
| Student and Staff Support | 24,173 | 9,500 | 25,068 | 8,605 |
| Student Activities | 11,542 | - | 10,471 | 1,071 |
| <u>Total Expenditures</u> | <u>1,347,235</u> | <u>-</u> | <u>1,267,767</u> | <u>79,468</u> |
| Excess Revenues Over (Under) Expenditures | (173,331) | | (77,046) | 96,285 |
| <u>Other Financing Sources (Uses)</u> | | | | |
| Operating Transfers in from Capital Improvement Fund | - | - | 8,000 | 8,000 |
| Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses | \$ <u>(173,331)</u> | \$ <u>-</u> | (69,046) | \$ <u>104,285</u> |
| Fund Balance, Beginning, | | | 26,055 | |
| <u>Fund Balance, Ending</u> | | | \$ <u>(42,991)</u> | |

CASTINE SCHOOL DEPARTMENT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Schedule 2

| | Local Entitlement | Section 619 | REAP | Medicaid | TOTAL |
|--|----------------------|----------------|------------------|-----------------|------------------|
| <u>Revenues</u> | | | | | |
| Federal Funding Received through State of Maine | \$ 17,565 | \$ 634 | \$ 38,981 | \$ - | \$ 57,180 |
| State of Maine | - | - | - | - | - |
| Other Revenue | - | - | - | - | - |
| <u>Total Revenues</u> | <u>17,565</u> | <u>634</u> | <u>38,981</u> | <u>-</u> | <u>57,180</u> |
| <u>Expenditures</u> | | | | | |
| Salaries & Benefits | 16,842 | - | 627 | - | 17,469 |
| Purchased Services | - | - | 12,838 | - | 12,838 |
| Supplies/Books/Equipment | - | 378 | 384 | - | 762 |
| <u>Total Expenditures</u> | <u>16,842</u> | <u>378</u> | <u>13,849</u> | <u>-</u> | <u>31,069</u> |
| Excess of Revenues Over (Under) Expenditures | 723 | 256 | 25,132 | - | 26,111 |
| <u>Other Financing Sources (Uses)</u> | | | | | |
| Operating Transfers In (out) | - | - | - | - | - |
| Fund Balance, Beginning of Year, | 46 | - | (3,499) | 1,792 | (1,661) |
| <u>Fund Balance, End of Year</u> | <u>\$ 769</u> | <u>\$ 256</u> | <u>\$ 21,633</u> | <u>\$ 1,792</u> | <u>\$ 24,450</u> |

Schedule 3

CASTINE SCHOOL DEPARTMENT
SCHEDULE OF NUTRITION PROGRAM
REVENUES AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2013

| | <u>Total</u> |
|---|-----------------|
| <u>Revenues:</u> | |
| State of Maine Subsidy | \$ 7,405 |
| Lunch Receipts | 7,255 |
| Local Revenues | <u>16,812</u> |
| <u>Total Revenues</u> | <u>31,472</u> |
| <u>Expenditures:</u> | |
| Food | 9,483 |
| Labor | 19,065 |
| Other | <u>1,927</u> |
| <u>Total Expenditures</u> | <u>30,475</u> |
| <u>Excess of Revenues Over</u> <u>(Under) Expenditures</u> | <u>\$ 997</u> |
| <u>Supplemental Information:</u> | |
| USDA Commodities Received | <u>\$ 1,265</u> |
| <u>Number of Meals Served:</u> | |
| Children | |
| Free | 1,819 |
| Reduced Price | 399 |
| Full Price | <u>2,620</u> |
| | 4,838 |
| Adults | <u>218</u> |
| Total Meals Served | <u>5,056</u> |

The accompanying notes are an integral part of these financial statements

Schedule 4

CASTINE SCHOOL DEPARTMENT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2013

| Federal Grantor/Pass-through Grantor Program | CFDA Number | Federal Expenditures |
|---|----------------|-------------------------|
| U.S. Department of Education | | |
| Pre-School Sec. 619 | 84.392 | \$ 378 |
| Rural Education Achievement Program | 84.358A | 13,849 |
| Local Entitlement | 84.027 | 16,842 |
| U.S Department of Agriculture | | |
| National School Lunch Program | 10.555 | <u>7,255</u> |
| Total | | <u>\$ 38,324</u> |

The accompanying notes are an integral part of these financial statements.

Foster & Company, LLP*Certified Public Accountants*

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AUDITOR'S STATEMENTS OF ASSURANCE AND DETERMINATION

To the Superintendent of Schools
 Castine School Department
 Blue Hill, Maine 04614

We audited the financial statements of the Castine School Department as of and for the year ended June 30, 2013 and have issued our report thereon dated January 23, 2014. Management is responsible for the school department's compliance with laws and regulations. Title 20-A Sec. 6051 requires certain written assurances with respect to school audits. Our audit of compliance with the laws and regulations consisted of the following:

1. A determination of whether proper budgetary controls are in place.
2. A determination of whether the annual financial data submitted to the Department is correct.
3. A determination of whether the school department was in compliance with applicable provisions of the Essential Programs and Services Funding Act.
4. A determination of whether the school department has exceeded its authority to expend funds
5. A determination of whether the school department has complied with transfer limitations between budget cost centers pursuant to section 1485.
6. A determination of whether the school department has complied with the applicable provisions of the unexpended balance requirements established under section 15004.
7. As part of our examination of the School Department, we also reviewed the information submitted to the MEDMS (Maine Education Data Management System) on November 22, 2013. We found the file submission detail for revenues and expenditures to be correct and in agreement with the financial statements except as follows:

| | <u>General Fund</u> | <u>Special Revenue Funds</u> | <u>Capital Projects Fund</u> |
|-----------------------------------|---------------------|------------------------------|------------------------------|
| June 30, 2013 Balance per MEDMS | \$ 1,240 | \$ 35,926 | \$ 10,000 |
| Audit Adjustments: | | | |
| 6/30/12 Local Appropriation error | (290) | - | - |
| Accounts Payable | (1,362) | (11,476) | - |
| Accrued Compensated Absences | (42,579) | - | - |
| Balances per Audit Report | \$ (42,991) | \$ 24,450 | \$ 10,000 |

The results of our tests indicate that, for the items tested, the Castine School Department complied with those provisions of Maine laws and regulation. Nothing came to our attention that caused us to believe that, for the items not tested, the school department was not in compliance.



Foster & Company, LLP
 Certified Public Accountants
 January 23, 2014



HORTON, McFARLAND & VEYSEY, LLC
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Nicholas Henry, CPA
Ruth W. Wilbur, EA

INDEPENDENT AUDITORS' REPORT

To the Board of Selectmen
 Castine Water Department
 Town of Castine
 Castine, Maine

We have audited the accompanying financial statements of the Castine Water Department of the Town of Castine, as of and for the years ended December 31, 2013 and 2012, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Castine Water Department of the Town of Castine, as of December 31, 2013 and 2012, and the changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the Castine Water Department and do not purport to, and do not, present fairly the financial position of the Town of Castine, as of December 31, 2013 and 2012, the changes in its financial position, or, where applicable, its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

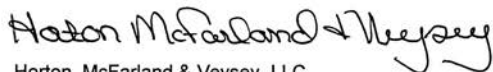
Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Castine Water Department's financial statements as a whole. The accompanying supplemental information presented as Schedule 1 is presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying supplemental information presented as Schedule 1 is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Horton, McFarland & Veysey, LLC
Ellsworth, Maine
March 16, 2014



**Castine Water Department
Management's Discussion and Analysis
December 31, 2013 and 2012**

Introduction of the Financial Statements

The Castine Water Department's (the Department) basic financial statements include the:

Statement of Net Position
Statement of Revenues, Expenses and Changes in Fund Net Position
Statement of Cash Flows
Notes to the Financial Statements

The statement of net position presents the financial position of the Department by providing information about the nature and amount of resources and obligations at year-end. The statement of revenues, expenses and changes in fund net position presents the results of the business activities over the course of the fiscal year and information as to how the net position changed during the year. The statement of cash flows presents the amount of cash and cash equivalents generated and used during the fiscal year. The notes to the financial statements present required disclosures and other information that are essential to a full understanding of the material provided in the statements.

Significant Transactions and Changes

The Water Department completed 2013 utilizing the same operational structure established in 2011 with a full-time Utility Operator and the Utility Superintendent sharing his time between the Water and Wastewater Departments. The Utility Superintendent is responsible for department operations and shares management responsibilities with the Town Manager and Finance Officer. The department hired a new, unlicensed Utility Operator in October 2012 and he obtained all the required licenses in 2013.

The Department continues to be plagued by maintenance of 100+ year old water mains but is steadily gaining on this problem. The 2010 Phase I infrastructure project replaced approximately 5,200 feet (almost one mile) of aging water main and the 2015 Phase II project will replace up to an additional mile if approved by the voters in 2014.

The new production well, completed in 2012, in the Spring Street well field doubled the capacity of the well field as anticipated. The Spring Street well field supplied one-third of the system's annual production in 2013.

Utilizing 2012 Maine Drinking Water Program grant funds and local funds, the Department completed a hydrogeologic study of the area adjacent to the Battle Avenue ponds and constructed a shallow horizontal test well based on the study. This study determined water from the shallow well could not be utilized without additional treatment. The Department then obtained a 2013 Maine Drinking Water Program grant to study upgrading the existing filtration facility to either filter water directly from the ponds or from a shallow horizontal well. The preliminary results indicate filtering water from a shallow horizontal well is a viable solution; the study will be concluded in 2014.

Comparison of Financial Statements for Current and Prior Years**Statements of Net Position**

| | 2013 | 2012 |
|---|------------------|------------------|
| Current Assets | 587,030 | 496,655 |
| Capital Assets, Net | <u>3,204,749</u> | <u>3,254,337</u> |
| Total Assets | <u>3,791,779</u> | <u>3,750,992</u> |
| Deferred Outflows of Resources | <u>14,281</u> | <u>19,331</u> |
| Total Assets and Deferred Outflows of Resources | <u>3,806,060</u> | <u>3,770,323</u> |
| Current Liabilities | 235,733 | 227,059 |
| Non-Current Liabilities | <u>1,620,419</u> | <u>1,843,061</u> |
| Total Liabilities | <u>1,856,152</u> | <u>2,070,120</u> |
| Net Position: | | |
| Net Investment in Capital Assets | 1,361,688 | 1,199,731 |
| Unrestricted | <u>588,220</u> | <u>500,472</u> |
| Total Net Position | <u>1,949,908</u> | <u>1,700,203</u> |
| Total Liabilities and Net Position | <u>3,806,060</u> | <u>3,770,323</u> |

Statements of Revenues, Expenses and Changes in Fund Net Position

| | 2013 | 2012 |
|--|------------------|------------------|
| Operating Revenues | 599,368 | 603,304 |
| Non-Operating Revenues | <u>82</u> | <u>238</u> |
| Total Revenues | <u>599,450</u> | <u>603,542</u> |
| Operating Expenses | 302,420 | 292,799 |
| Non-Operating Expenses | <u>62,325</u> | <u>68,474</u> |
| Total Expenses | <u>364,745</u> | <u>361,273</u> |
| Change in Net Position Before Construction Contributions | 234,705 | 242,269 |
| Contributions in Aid of Construction | <u>15,000</u> | <u>-0-</u> |
| Change in Net Position After Construction Contributions | 249,705 | 242,269 |
| Net Position – Beginning of Year | <u>1,700,203</u> | <u>1,457,934</u> |
| Net Position – End of Year | <u>1,949,908</u> | <u>1,700,203</u> |

Capital Assets and Long-Term Debt

The Department added approximately \$49,000 of capital assets in 2013. The Department added aeration equipment costing \$23,000 to its Spring Street well and incurred costs totaling \$26,000 related to a pond recharge project. A study is currently underway to determine the feasibility of upgrading the existing filtration facility to filter water from a shallow horizontal well. Pending positive outcome of the study, we will plan on constructing a horizontal production well and upgrading the filtration system to create an additional drinking water source.

Long-term debt outstanding, including current portion, at December 31, 2013 is \$1,843,061. Debt retired in 2013 totaled \$211,545. No new long-term debt was issued in 2013. There are no unfinished commitments for capital expenditures at December 31, 2013 or any debt limitations that may affect future financing. There were no changes in credit ratings in 2013.

Budgetary Highlights

The Department is not legally required to adopt budgetary accounting and reporting; however, an annual budget is prepared by management and approved by the Board of Selectmen. There were no significant variations between original and final budget amounts. The Department operated within its overall approved budget in 2013; total actual expenses were nearly 5% under total budgeted expenses. Total actual expenses exclude depreciation expense and include principal payments on long-term debt.

Overall Financial Position and Results of Operations

To analyze the change in the Department's overall financial position and results of operations in the past year, we have focused on two elements: revenue stability and financial ratios.

Revenue Stability:

Water rates, both metered and fire protection, are regulated by the State of Maine's Public Utilities Commission (PUC). The PUC allows the Department to set rates which maintain operations and pay debt service.

All of the Department's operating revenues are derived from water assessments consisting of metered water sales and fire protection charges. Overall, operating revenues decreased \$3,936 or 0.65% in 2013. Approximately 31% of total operating revenues are generated from public fire protection charges assessed to the Town of Castine.

Financial Ratios:

Two of the key financial ratios for analyzing the Department's financial position are the current ratio and the coverage ratio. The current ratio measures an entity's ability to meet short-term obligations. The coverage ratio shows an entity's ability to meet debt service payments. During 2013, the current ratio increased from 2.49 to 2.19. During 2013, the coverage ratio decreased from 1.88 to 1.56.

Current Ratio

| | 2013 | 2012 |
|---------------------|---------|---------|
| Current Assets | 587,030 | 496,655 |
| Current Liabilities | 235,733 | 227,059 |
| Current Ratio | 2.49 | 2.19 |

Coverage Ratio

| | 2013 | 2012 |
|--------------------------------|----------------|----------------|
| Operating Revenues | 599,368 | 603,304 |
| Non-Operating Revenues | 82 | 238 |
| Total Revenues | <u>599,450</u> | <u>603,542</u> |
| Operating Expenses | 302,420 | 292,799 |
| Depreciation | (98,615) | (99,728) |
| Expenses | <u>203,805</u> | <u>193,071</u> |
| Net Available for Debt Service | <u>395,645</u> | <u>410,471</u> |
| Principal Payments | 211,545 | 205,486 |
| Interest Payments | 62,381 | 70,345 |
| Total Debt Service Payments | <u>273,926</u> | <u>275,831</u> |
| Coverage Ratio | <u>1.44</u> | <u>1.49</u> |

Next Year's Operations

The Department will proceed with the evaluation of an upgraded filtration system supplied by a horizontal well near the Battle Avenue ponds to create an additional source of drinking water. We will also have the water distribution plans completed for Phase II of the Infrastructure Improvement Project with the work planned to begin in the spring of 2015.

Request For Information

Questions about the Department's finances may be directed to Karen Motycka, Finance Officer, Town of Castine, P.O. Box 204, Castine, Maine 04421.

**CASTINE WATER DEPARTMENT
STATEMENTS OF NET POSITION - PROPRIETARY FUNDS
AT DECEMBER 31,**

| Assets and Deferred Outflows of Resources | 2013 | 2012 |
|--|-------------------------|-------------------------|
| Current Assets: | | |
| Cash and Cash Equivalents | 97,010 | 97,461 |
| Accounts Receivable | 3,879 | 3,194 |
| Accrued Revenue | 145,794 | 149,085 |
| Materials and Supplies | 30,927 | 31,583 |
| Due From Town of Castine | 309,420 | 214,534 |
| Prepaid Insurance | - | 798 |
| Total Current Assets | <u>587,030</u> | <u>496,655</u> |
| Non-Current Assets: | | |
| Plant, Property and Equipment: | | |
| Utility Plant | 4,486,484 | 4,461,294 |
| Less: Accumulated Depreciation | <u>1,281,735</u> | <u>1,206,957</u> |
| Total Plant, Property and Equipment | <u>3,204,749</u> | <u>3,254,337</u> |
| Total Non-Current Assets | <u>3,204,749</u> | <u>3,254,337</u> |
| Total Assets | <u>3,791,779</u> | <u>3,750,992</u> |
| Deferred Outflows of Resources | <u>14,281</u> | <u>19,331</u> |
| Total Assets and Deferred Outflows of Resources | <u><u>3,806,060</u></u> | <u><u>3,770,323</u></u> |
| Liabilities and Net Position | | |
| Current Liabilities: | | |
| Accounts Payable | 1,705 | 1,256 |
| Accrued Interest | 11,386 | 14,258 |
| Current Portion of Long-Term Debt | <u>222,642</u> | <u>211,545</u> |
| Total Current Liabilities | <u>235,733</u> | <u>227,059</u> |
| Non-Current Liabilities: | | |
| Long-Term Debt | <u>1,620,419</u> | <u>1,843,061</u> |
| Total Non-Current Liabilities | <u>1,620,419</u> | <u>1,843,061</u> |
| Net Position: | | |
| Net Investment in Capital Assets | 1,361,688 | 1,199,731 |
| Unrestricted | <u>588,220</u> | <u>500,472</u> |
| Total Net Position | <u>1,949,908</u> | <u>1,700,203</u> |
| Total Liabilities and Net Position | <u><u>3,806,060</u></u> | <u><u>3,770,323</u></u> |

See independent auditors' report and accompanying notes to the financial statements.

Page 7



**CASTINE WATER DEPARTMENT
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -
PROPRIETARY FUNDS
YEARS ENDED DECEMBER 31,**

| | 2013 | 2012 |
|--|-------------------------|-------------------------|
| Operating Revenues: | | |
| Residential | 185,941 | 183,733 |
| Commercial | 38,146 | 39,450 |
| Governmental | 164,172 | 169,536 |
| Public Fire Protection | 187,500 | 187,500 |
| Private Fire Protection | 22,340 | 20,060 |
| Other Water Revenues | 1,269 | 3,025 |
| Total Operating Revenues | <u>599,368</u> | <u>603,304</u> |
| Operating Expenses: | | |
| Operation and Maintenance | 198,273 | 186,092 |
| Depreciation | 98,615 | 99,728 |
| Amortization | 2,234 | 4,799 |
| Assessments | 3,298 | 2,180 |
| Total Operating Expenses | <u>302,420</u> | <u>292,799</u> |
| Net Operating Income | <u>296,948</u> | <u>310,505</u> |
| Non-Operating Revenues (Expenses): | | |
| Interest Income | 82 | 238 |
| Interest Expense | (59,509) | (65,658) |
| Amortization of Bond Issue Costs | (2,816) | (2,816) |
| Total Non-Operating Revenues (Expenses) | <u>(62,243)</u> | <u>(68,236)</u> |
| Change in Net Position Before Construction Contributions | 234,705 | 242,269 |
| Contributions in Aid of Construction | <u>15,000</u> | <u>-</u> |
| Change in Net Position After Construction Contributions | 249,705 | 242,269 |
| Net Position - Beginning of Year | <u>1,700,203</u> | <u>1,457,934</u> |
| Net Position - End of Year | <u><u>1,949,908</u></u> | <u><u>1,700,203</u></u> |

See independent auditors' report and accompanying notes to the financial statements.

Page 8



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**CASTINE WATER DEPARTMENT
STATEMENTS OF CASH FLOWS - PROPRIETARY FUNDS
YEARS ENDED DECEMBER 31,**

| | 2013 | 2012 |
|--|-----------------------|-----------------------|
| Cash Flows from Operating Activities: | | |
| Receipts from Customers and Users | 601,974 | 596,878 |
| Payments to Suppliers | (186,916) | (146,983) |
| Payments to Employees | (107,638) | (105,538) |
| Net Cash Flows from Operating Activities | <u>307,420</u> | <u>344,357</u> |
| Cash Flows from Capital and Related Financing Activities: | | |
| Purchase of Capital Assets | (49,027) | (67,680) |
| Construction Receipts | 15,000 | - |
| Interest Payments | (62,381) | (70,345) |
| Principal Payments | (211,545) | (205,486) |
| Net Cash Flows from Capital and Related Financing Activities | <u>(307,953)</u> | <u>(343,511)</u> |
| Cash Flows from Investing Activities: | | |
| Investment Income | 82 | 238 |
| Net Cash Flows from Investing Activities | <u>82</u> | <u>238</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | (451) | 1,084 |
| Cash and Cash Equivalents at Beginning of Year | <u>97,461</u> | <u>96,377</u> |
| Cash and Cash Equivalents at End of Year | <u><u>97,010</u></u> | <u><u>97,461</u></u> |
| Reconciliation of Operating Income to Net Cash Flows from Operating Activities: | | |
| Operating Income | 296,948 | 310,505 |
| Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities: | | |
| Depreciation | 98,615 | 99,728 |
| Amortization | 2,234 | 4,799 |
| Change in Operating Assets and Liabilities: | | |
| (Increase) Decrease in Accounts Receivable | (685) | (530) |
| (Increase) Decrease in Accrued Revenue | 3,291 | (5,896) |
| (Increase) Decrease in Material and Supplies | 656 | 1,671 |
| (Increase) Decrease in Due From Town of Castine | (94,886) | (42,256) |
| (Increase) Decrease in Prepaid Insurance | 798 | 192 |
| (Decrease) Increase in Accounts Payable | 449 | (23,856) |
| Net Cash Flows from Operating Activities | <u><u>307,420</u></u> | <u><u>344,357</u></u> |

See independent auditors' report and accompanying notes to the financial statements.

Page 9



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**CASTINE WATER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Castine Water Department's (the Department) financial statements include the operations for which the Board of Selectmen exercises oversight responsibility. Oversight responsibility is demonstrated by financial interdependency, designation of management, ability to significantly influence operations, and accountability for fiscal matters.

Nature of Business

The Department is an enterprise fund within the Town of Castine and operates on revenues from water sales and fire protection charges regulated by the Maine Public Utilities Commission (MPUC). The financial statements of the Castine Water Department include only assets, liabilities and net position; operations; and cash flows of the Water Department. Its accounting policies conform to generally accepted accounting principles as applicable to the quasi-municipal units, which utilize the accrual basis of accounting and to the regulations of the MPUC. The majority of operating revenues are derived from metered sales of water and fire protection charges. There are no component units or fiduciary funds included in the Department. Revenue is recognized in the period when water is provided to customers.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash, Cash Equivalents and Custodial Credit Risk

For purposes of these statements, the Department considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents, all cash and cash equivalents are covered by FDIC insurance or are covered in full by collateral held by Camden National Bank and Federal Reserve Pledges at December 31, 2013 and 2012. The amount covered by FDIC insurance and collateralized by Camden National Bank and Federal Reserve Pledges cannot be determined due to the funds of the Department being part of the Town of Castine. The Department does not have policies for bank balances not covered by depository insurance known as custodial credit risk.

Deposits and Investments

Maine Statutes authorize investments in obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements, certain certificates of deposit and certain money market funds. The Department has not formally adopted deposit and investment policies that limit the Department's allowable deposits or investments and address the specific types of risk to which the Department is exposed beyond Maine Statutes.



**CASTINE WATER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable

Accounts receivable are stated at net realizable value. No allowance for doubtful accounts has been recorded in the financial statements. Uncollectible accounts are written off in the year in which they are deemed uncollectible.

Accrued Revenue

Accrued revenue represents revenue that was earned in the current fiscal year that was billed in the subsequent fiscal year. The revenue is recognized in the current fiscal year.

Inventories

Inventories of materials and supplies are stated at lower of cost or market using the first-in first-out method.

Plant, Property and Equipment

Plant, property and equipment are stated at cost. Depreciation has been provided on a basis considered adequate to amortize the cost of depreciable assets over their estimated useful lives on the straight-line method at rates from 1.3% to 20%. These rates conform to MPUC, Chapter 680. Annual rates in use are as follows:

| | |
|---------------------------------|-------------|
| Structures and Improvements | 3.0% |
| Reservoirs, Intakes and Wells | 1.3% - 2.0% |
| Pumping and Treatment Equipment | 5.0% |
| Standpipes, Mains and Hydrants | 1.3% - 2.0% |
| Services and Meters | 3.0% - 4.0% |
| Transportation Equipment | 20.0% |
| General Equipment | 10.0% |

Organization and land costs are not being depreciated because they have indefinite useful lives.

Capitalization Policy

Expenditures that materially increase values, change capacities, or extend useful lives are capitalized. The amounts charged to utility plant accounts represent all reasonable and necessary costs, including labor, materials, overhead, equipment charges and interest costs incurred. Routine maintenance and repairs are expended as incurred. The Department does not have a policy setting a minimum capitalization threshold for amount or lives for reporting capital assets.



**CASTINE WATER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows of Resources

Costs incurred to issue long-term bonds are amortized on a straight-line basis over the term of the bond issue. The amount amortized in 2013 and 2012 was \$2,816. Costs incurred for various studies are being amortized on a straight-line basis; the amount amortized in 2013 and 2012 was \$1,750 and \$4,316, respectively. Rate case costs incurred in 2011 are being amortized over a three year period ending in 2013 using the straight-line method. The amount amortized in 2013 and 2012 was \$484 and \$483, respectively. Deferred outflows of resources are as follows at December 31:

| | 2013 | 2012 |
|------------------------------|---------------|---------------|
| Unamortized Bond Issue Costs | 14,281 | 17,097 |
| Deferred Studies | -0- | 1,750 |
| Rate Case Costs | -0- | 484 |
| | <u>14,281</u> | <u>19,331</u> |

Taxes

As a quasi-municipal entity, the Department is not subject to Federal and State income taxes, accordingly it is not necessary to consider the effects of any uncertain tax positions.

The Department is subject to Federal and State payroll taxes and is required to file the appropriate tax returns. Management believes that all required returns have been properly filed as of December 31, 2013. No examinations have been conducted by the Federal or State taxing authorities and no correspondence has been received from these authorities.

Regulation

As a regulated water utility, the Department is subject to regulation by the Maine Public Utilities Commission, which has jurisdiction with respect to rates, service, accounting procedures, acquisitions and other matters. The Department defers certain costs and credits as regulatory assets and liabilities when it is probable that such amounts will be recognized in the rate making process in a period different from the period in which they would have been reflected in income by an unregulated entity.

Contributions in Aid of Construction

Contributions in aid of construction include direct non-refundable contributions. Utility plant funded by contributions is not depreciated for rate making purposes. The net contributions in aid of construction included in total net position at December 31, 2013 and 2012 is \$83,375 and \$71,679, respectively.



**CASTINE WATER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting and Basis of Presentation

The Department follows Governmental Accounting Standards Board (GASB) Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement provides specific guidance as to which FASB and AICPA pronouncement provisions should be applied to state and local governments. The Department prepares its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America for proprietary funds, which are similar to those for private business enterprises. Proprietary funds are accounted for on the flow of economic resources measurement. Accordingly, revenues are recorded when earned and expenses are recorded when incurred. Proprietary funds distinguish operating revenues and expenses from non-operating activity. Operating revenues arise from providing goods or services to outside parties for a fee. Revenues and expenses that are not derived directly from operations are reported as non-operating revenues and expenses.

Restricted Resources

The Department's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

Budget

The Department is not legally required to present budgetary comparison information as required supplementary information.

New Accounting Standards

During 2013 the Department adopted the following GASB 65, *Items Previously Reported as Assets and Liabilities*. This statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

NOTE 2 – RISK MANAGEMENT

The Department is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Department purchases commercial insurance for the risks of losses to which it is exposed. There have been no significant reductions in the commercial coverage from the prior year. The Department is not aware of any material actual or potential claim liabilities which should be recorded at December 31, 2013 and 2012.



**CASTINE WATER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012**

NOTE 3 – NET POSITION

Net position comprises the various net earnings from operating and non-operating revenues, expenses and contributions of capital. Net position is classified in the following components: net investment in capital assets and unrestricted. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and adding back any unspent bond proceeds. The Department's net investment in capital assets was calculated as follows at December 31:

| | 2013 | 2012 |
|---|------------------|------------------|
| Total Plant, Property and Equipment | 3,204,749 | 3,254,337 |
| Long-Term Debt, Including Current Portion | (1,843,061) | (2,054,606) |
| Total Net Investment in Capital Assets | <u>1,361,688</u> | <u>1,199,731</u> |

Unrestricted consists of all other net position not included in the above category.

NOTE 4 – UTILITY PLANT

Capital asset costs, additions and disposals are as follows for the year ended December 31, 2012:

| | Beginning Balance | Additions | Disposals | Ending Balance |
|--------------------------------|----------------------|-----------------|-----------|-------------------|
| Organization | 1,848 | | | 1,848 |
| Land and Land Rights | 25,746 | | | 25,746 |
| Structures and Improvements | 768,456 | | | 768,456 |
| Collecting Reservoirs | 101,290 | | | 101,290 |
| Lake, River and Other Intakes | 2,897 | | | 2,897 |
| Wells and Springs | 150,241 | 80,103 | | 230,344 |
| Pumping Equipment | 199,194 | | | 199,194 |
| Water Treatment Equipment | 344,196 | | | 344,196 |
| Distribution Reservoirs | 1,078,948 | | | 1,078,948 |
| Mains | 1,393,006 | | | 1,393,006 |
| Services | 80,432 | | | 80,432 |
| Meters | 53,973 | 13,186 | | 67,159 |
| Hydrants | 112,231 | | | 112,231 |
| Office Equipment | 1,000 | | | 1,000 |
| Transportation Equipment | 14,020 | | | 14,020 |
| Tools | 3,011 | | | 3,011 |
| Miscellaneous Equipment | 16,981 | | | 16,981 |
| Construction Work In Progress | 46,144 | (25,609) | | 20,535 |
| Gross Utility Plant | 4,393,614 | 67,680 | | 4,461,294 |
| Less: Accumulated Depreciation | 1,107,229 | 99,728 | | 1,206,957 |
| Net Utility Plant | <u>3,286,385</u> | <u>(32,048)</u> | | <u>3,254,337</u> |



**CASTINE WATER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012**

NOTE 4 – UTILITY PLANT (CONTINUED)

Capital asset costs, additions and disposals are as follows for the year ended December 31, 2013:

| | Beginning Balance | Additions | Disposals | Ending Balance |
|--------------------------------|----------------------|-----------|-----------|-------------------|
| Organization | 1,848 | | | 1,848 |
| Land and Land Rights | 25,746 | | | 25,746 |
| Structures and Improvements | 768,456 | | | 768,456 |
| Collecting Reservoirs | 101,290 | | | 101,290 |
| Lake, River and Other Intakes | 2,897 | | | 2,897 |
| Wells and Springs | 230,344 | | | 230,344 |
| Pumping Equipment | 199,194 | | 3,449 | 195,745 |
| Water Treatment Equipment | 344,196 | 22,847 | 15,129 | 351,914 |
| Distribution Reservoirs | 1,078,948 | | | 1,078,948 |
| Mains | 1,393,006 | | | 1,393,006 |
| Services | 80,432 | | | 80,432 |
| Meters | 67,159 | | | 67,159 |
| Hydrants | 112,231 | | | 112,231 |
| Office Equipment | 1,000 | | 1,000 | -0- |
| Transportation Equipment | 14,020 | | | 14,020 |
| Tools | 3,011 | | 2,091 | 920 |
| Miscellaneous Equipment | 16,981 | | 2,167 | 14,814 |
| Construction Work In Progress | 20,535 | 49,026 | 22,847 | 46,714 |
| Gross Utility Plant | 4,461,294 | 71,873 | 46,683 | 4,486,484 |
| Less: Accumulated Depreciation | 1,206,957 | 98,615 | 23,837 | 1,281,735 |
| Net Utility Plant | 3,254,337 | (26,742) | 22,846 | 3,204,749 |

NOTE 5 – MAJOR CUSTOMERS

The Department derived approximately 31% of its operating revenues from the Town of Castine related to the servicing of public fire hydrants for the years ended December 31, 2013 and 2012. The Department derived approximately 29% of its operating revenues from Maine Maritime Academy for the years ended December 31, 2013 and 2012.

NOTE 6 – RETIREMENT PLAN

The Department offers fulltime employees the option to contribute to a 401(a) defined contribution retirement savings plan administered by ICMA. The Department will match employee's contributions up to 6% of the employee's salary as approved by the Board of Selectmen. Total expense for the retirement plan was \$4,813 and \$3,782 at December 31, 2013 and 2012, respectively. Employee contributions totaled \$11,198 and \$12,419 during 2013 and 2012, respectively. The Board of Selectmen have authority over plan provisions, requirements and amendments.



**CASTINE WATER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012**

NOTE 7 – RELATED PARTY TRANSACTIONS

During 2012 the Department paid wages and benefits totaling \$34,348 to an immediate family-member of a Selectman who was serving as an operator for the Department. There were no related party transactions in 2013.

NOTE 8 – SUBSEQUENT EVENTS

In preparing these financial statements, the Department has evaluated events and transactions for potential recognition or disclosure through March 16, 2014, the date the financial statements were available to be issued.

NOTE 9 – LONG-TERM DEBT

Bonds payable are as follows at December 31, 2012:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|----------------------|-----------|-----------|-------------------|
| Bond payable to US Bank, maturing in 2014. Interest rate of 6.15%. | 290,000 | | 90,000 | 200,000 |
| Bond payable to Maine Municipal Bond Bank, maturing in 2023. Interest rate of 1.42%. | 142,586 | | 10,595 | 131,991 |
| Bond payable to Maine Municipal Bond Bank, maturing in 2026. Interest rate of 1.78%. | 900,000 | | 60,000 | 840,000 |
| Bond payable to Maine Municipal Bond Bank, maturing in 2027. Interest rate of 0.00%. | 474,085 | | 21,026 | 453,059 |
| Bond payable to Maine Municipal Bond Bank, maturing in 2030. Interest rates of 2.00% - 5.00%. | 453,421 | | 23,865 | 429,556 |
| Total Outstanding Debt | 2,260,092 | | 205,486 | 2,054,606 |
| Less: Current Portion | 205,486 | | | 211,545 |
| Total Long-Term Debt | <u>2,054,606</u> | | | <u>1,843,061</u> |



**CASTINE WATER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012**

NOTE 9 – LONG-TERM DEBT (CONTINUED)

Bonds payable are as follows at December 31, 2013:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|------------------------------|------------------|------------------|---------------------------|
| Bond payable to US Bank, maturing in 2014. Interest rate of 6.15%. | 200,000 | | 95,000 | 105,000 |
| Bond payable to Maine Municipal Bond Bank, maturing in 2023. Interest rate of 1.42%. | 131,991 | | 10,814 | 121,177 |
| Bond payable to Maine Municipal Bond Bank, maturing in 2026. Interest rate of 1.78%. | 840,000 | | 60,000 | 780,000 |
| Bond payable to Maine Municipal Bond Bank, maturing in 2027. Interest rate of 0.00%. | 453,059 | | 21,867 | 431,192 |
| Bond payable to Maine Municipal Bond Bank, maturing in 2030. Interest rates of 2.00% - 5.00%. | 429,556 | | 23,864 | 405,692 |
| Total Outstanding Debt | 2,054,606 | | 211,545 | 1,843,061 |
| Less: Current Portion | 211,545 | | | 222,642 |
| Total Long-Term Debt | <u>1,843,061</u> | | | <u>1,620,419</u> |

The following is a schedule of maturities per year on long-term debt:

| | Principal | Interest | Total |
|-------------|------------------|-----------------|------------------|
| 2014 | 222,642 | 54,513 | 277,155 |
| 2015 | 118,779 | 46,059 | 164,838 |
| 2016 | 119,957 | 44,736 | 164,693 |
| 2017 | 121,178 | 41,573 | 162,751 |
| 2018 | 122,442 | 38,276 | 160,718 |
| 2019 – 2023 | 637,348 | 143,095 | 780,443 |
| 2024 – 2028 | 452,986 | 48,266 | 501,252 |
| 2029 – 2030 | 47,729 | 2,422 | 50,151 |
| | <u>1,843,061</u> | <u>418,940</u> | <u>2,262,001</u> |



**CASTINE WATER DEPARTMENT
OPERATION AND MAINTENANCE EXPENSES
YEARS ENDED DECEMBER 31,**

SCHEDULE 1

| | 2013 | 2012 |
|--|----------------|----------------|
| Salaries and Wages: | | |
| Pumping | 12,824 | 12,286 |
| Treatment | 12,824 | 12,286 |
| Distribution | 38,474 | 36,861 |
| Customer Accounting | 8,300 | 8,300 |
| Administration | 6,000 | 6,000 |
| Total Salaries and Wages | <u>78,422</u> | <u>75,733</u> |
| Pensions and Benefits | 29,216 | 29,805 |
| Purchased Power | 10,124 | 10,720 |
| Materials and Supplies: | | |
| Pumping | 15,983 | 444 |
| Treatment | 12,976 | 21,876 |
| Distribution | 7,639 | 7,825 |
| Administration | 2,512 | 2,442 |
| Total Materials and Supplies | <u>39,110</u> | <u>32,587</u> |
| Contractual Services: | | |
| Accounting | 4,025 | 3,875 |
| Pumping | 647 | 5,994 |
| Distribution | 15,882 | 6,361 |
| Other | 2,227 | 1,875 |
| Legal | - | 500 |
| Total Contractual Services | <u>22,781</u> | <u>18,605</u> |
| Transportation | 2,201 | 2,351 |
| Insurance | 8,919 | 8,242 |
| All Other | <u>7,500</u> | <u>8,049</u> |
| Total Operation and Maintenance Expenses | <u>198,273</u> | <u>186,092</u> |

*See accompanying independent auditors' report.
Page 18*



Foster & Company, LLP

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

To the Selectmen
Town of Castine, Maine 04421

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Castine, Maine, as of and for the year ended June 30, 2013 and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on Water Department Fund and Qualified Opinion on Business-Type Activities

Management has not included the Water Department Fund in the Town of Castine's, financial statements. Accounting principles generally accepted in the United States of America require the Water Department Fund to be presented as a major enterprise fund and financial information about the Water Department Fund to be part of the business-type activities, thus increasing that activity's assets, liabilities, revenues, and expenses, and changing its net position. The amount by which this departure would affect the assets, liabilities, net position, revenues, and expenses of the business-type activities is further discussed in Note 12 to the financial statements.

Adverse Opinion

In our opinion, because of the significance of the matter described in the "Basis for Adverse Opinion on Water Department Fund and Qualified Opinion on Business-Type Activities" paragraph, the financial statements referred to above do not present fairly the financial position of the Water Department Fund of the Town of Castine, Maine, as of June 30, 2013, or the changes in financial position or cash flows thereof for the year then ended.

Qualified Opinion

In our opinion, except for the matter described in the "Basis for Adverse Opinion on Water Department Fund and Qualified Opinion on Business-Type Activities" paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of the Town of Castine, Maine, as of June 30, 2013, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund other than the Water Department Fund, and the aggregate remaining fund information of the Town of Castine, Maine, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis comparison information on pages 3 - 7 and 30 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operation, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The other supplemental schedules as listed in the table of contents on pages 31 - 35 are presented for the purpose of additional analysis and are not a required part of the basic financial statements of the Town of Castine, Maine. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material aspects in relation to the basic financial statements taken as a whole.

Foster + Company LLP

Certified Public Accountants

January 9, 2014

**TOWN OF CASTINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

Management of the Town of Castine, Maine provides this Management's Discussion and Analysis of the Town's financial performance for readers of the Town's financial statements. This narrative overview and analysis of the financial activities of the Town is for the fiscal year ended June 30, 2013. We encourage readers to consider this information in conjunction with the financial statements and accompanying notes that follow.

The financial statements herein include all of the activities of the Town of Castine, Maine (the Town) using the integrated approach as prescribed by Government Accounting Standards Board (GASB) Statement No. 34., except for those of the Water Department as further discussed in Note 12. The discussion which follows, unless otherwise stated, and the financial statements exclude this activity which is presented in its entirety under a separate report.

FINANCIAL HIGHLIGHTS – PRIMARY GOVERNMENT

Government-wide Highlights:

Net Assets – the assets of the Town exceeded its liabilities at fiscal year ending June 30, 2013 by \$7,504,884 (presented as "Net assets of governmental activities"). Of this amount, \$2,230,157 was reported as "unrestricted net assets". Unrestricted net assets represent the amount available to be used to meet the Town's ongoing obligations to citizens and creditors.

Changes in Net Assets - The Town's total net assets increased by \$889,587 (an 11.8% increase) for the fiscal year ended June 30, 2013.

Fund Highlights:

Governmental Funds – Fund Balances – As of the close of the fiscal year ended June 30, 2013; the Town's governmental funds reported a combined ending fund balance of \$2,170,020 with \$1,612,930 being general unassigned fund balance. This unassigned fund balance represents approximately 57.9% of the total general fund expenditures for the year.

Long-term Debt:

The Town had \$425,000 in new general long-term debt obligations during the current fiscal year. The total Governmental long-term debt balances are \$1,182,562. Other Business Type (Sewer and Water) had no new long-term obligations during the current fiscal year; however have total long-term debt balances of \$4,933,672. All debt outstanding, (including the Water Department) for the Town is \$6,116,234.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains additional required supplementary information (budgetary comparison) and other supplemental information. These components are described below:

**TOWN OF CASTINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

Government-wide Financial Statements

The government-wide financial statements present the financial picture of the Town from the economic resources measurement focus using the accrual basis of accounting. They present government activities and business-type activities separately. These statements include all assets of the Town (including infrastructure) as well as all liabilities (including long-term debt). Additionally, certain elimination entries have occurred as prescribed by the statement in regards to inter-fund activity, payables and receivables.

The government-wide financial statements can be found on pages 8-9 of this report.

Fund Financial Statements

The fund financial statements include statements for each of the three categories of activities – governmental, business-type and fiduciary. The governmental activities are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Fiduciary funds are used to account for resources held for the benefit of parties outside the Town government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the Town's own programs. Reconciliation of the fund financial statements to the Government-wide statements is provided to explain the differences created by the integrated approach. The basic governmental fund financial statements can be found on pages 10-16 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund financial statements. The notes to the financial statements can be found on pages 17 -29 of this report.

Required Supplemental Information

This section includes a budgetary comparison schedule, which includes a reconciliation between the statutory fund balance for budgetary purposes and the fund balance for the general fund as presented in the governmental fund financial statements. Required supplementary information can be found on page 30 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

71% of the Town's net assets reflect its investment in capital assets such as land, buildings, equipment and infrastructure (roads, sidewalks and other immovable assets), less any related debt used to acquire those assets that are still outstanding. The Town uses these assets to provide services to citizens; consequently, these assets are not available for future spending. Although, the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**TOWN OF CASTINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

| | Governmental Activities | Business-Type Activities | Total 2013 | Total 2012 |
|---|----------------------------|-----------------------------|---------------------|---------------------|
| Current Assets | \$2,761,073 | \$253,376 | \$3,014,449 | \$3,444,684 |
| Capital Assets | 6,465,777 | 3,643,768 | 10,109,545 | 8,744,032 |
| Total Assets | 9,226,850 | 3,897,144 | 13,123,994 | 12,188,716 |
| Current Liabilities | 539,404 | 19,782 | 559,186 | 453,359 |
| Other Liabilities | 1,182,562 | 2,949,881 | 4,132,443 | 4,192,579 |
| Total Liabilities | 1,721,966 | 2,969,663 | 4,691,629 | 4,645,579 |
| NET ASSETS: | | | | |
| Invested in Capital Assets | 5,283,215 | 693,887 | 5,977,102 | 4,551,453 |
| Restricted (Education) | (8,488) | - | (8,488) | 40,894 |
| Committed Capital | 565,578 | - | 565,578 | 691,708 |
| Unassigned | 1,664,579 | 233,594 | 1,898,173 | 2,258,723 |
| Total Net Assets | 7,504,884 | 927,481 | 8,432,365 | 7,542,778 |
| Total Liabilities and Net Assets | \$9,226,850 | \$3,897,144 | \$13,123,994 | \$12,188,716 |

Changes in Net Assets

Approximately 88% of the Town's total revenue came from property and excise taxes, approximately 2% came from State subsidies and grants, and approximately 10% came from services, investment earnings and other sources. Depreciation expense on the Town's governmental and business-like activity assets represents \$271,334 of the total expenses for the fiscal year.

| | Governmental Activities | Business-Type Activities | Total 2013 |
|---------------------------|----------------------------|-----------------------------|--------------------|
| Revenues: | | | |
| Taxes | \$2,703,373 | - | \$2,707,574 |
| Intergovernmental (State) | 68,996 | - | 68,996 |
| Investment Income | 14,660 | - | 14,660 |
| Rental Income | 13,745 | - | 13,745 |
| Maine Maritime Academy | 116,711 | - | 116,711 |
| Service and Fees | 134,708 | 538,059 | 672,767 |
| Transfer From Trusts | 317,198 | - | 317,198 |
| Other | 44,674 | - | 44,674 |
| Total | \$3,414,065 | \$538,059 | \$3,952,124 |

**TOWN OF CASTINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

| | Governmental Activities | Business-Type Activities | Total 2013 |
|--------------------------------|----------------------------|-----------------------------|------------------|
| Expenses: | | | |
| General Government | \$355,035 | - | \$338,914 |
| Library | 159,592 | - | 144,574 |
| Public Safety | 477,121 | 389,027 | 866,148 |
| Public Works | 270,605 | - | 192,146 |
| Unclassified | 59,474 | - | 59,474 |
| Education | 1,199,654 | - | 1,183,451 |
| Debt Service | 18,828 | - | 271,350 |
| Capital | - | - | - |
| Other | 133,201 | - | 141,038 |
| Total | 2,673,510 | 389,027 | 3,062,537 |
| Changes in Net Position | \$740,555 | \$149,032 | \$889,587 |

CAPITAL ASSET ADMINISTRATION

Capital Assets

The town's investment in capital assets for its governmental and business-like activities amounts to \$12,209,512 net of accumulated depreciation of \$2,199,967 leaving a net book value of \$10,109,545. Current year additions include \$1,313,556 in building improvements, \$270,117 in land and road improvements and \$53,174 in equipment purchases.

FINANCIAL ANALYSIS OF THE TOWN'S INDIVIDUAL FUNDS

Governmental Funds

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. At the end of the fiscal year, the Town's governmental funds reported ending fund balance of \$2,170,020, a decrease of \$556,769 in comparison with the prior year. Approximately 74% of this total amount constitutes unassigned fund balance. The remainder is reserved to indicate that it is not available for spending because it has been committed to liquidate contracts and commitment of the prior fiscal years for a variety of other purposes. Variances between actual General Fund revenues and expenditures and the final amended budget included the following:

- \$78,744 positive variance in revenues
- \$137,557 positive variance expenditures
- \$74,495 Overlay on the tax commitment

**TOWN OF CASTINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all citizens, taxpayers, investors and creditors. This financial report seeks to demonstrate the Town's accountability for all the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: Town of Castine, PO Box 204, Castine, ME 04421.

TOWN OF CASTINE, MAINE
STATEMENT OF NET ASSETS
JUNE 30, 2013

Exhibit A

| Assets | Primary Government | | |
|--|--------------------|-------------------------------------|-------------------|
| | Governmental | Business Type | Total |
| | Activities | Activities (Sewer) (See Note 13) | |
| Cash on Hand | 400 | - | 400 |
| Cash Deposits - Note 3 | 2,804,014 | - | 2,804,014 |
| Accounts Receivable & Prepaid Expenses | 36,850 | 110,371 | 147,221 |
| Taxes Receivable | 51,649 | - | 51,649 |
| Internal Balances | (143,005) | 143,005 | - |
| Due from Fiduciary Funds | 11,165 | - | 11,165 |
| Capital Assets, net of Accumulated Depreciation - Note 5 | 6,465,777 | 3,643,768 | 10,109,545 |
| Total Assets | 9,226,850 | 3,897,144 | 13,123,994 |
| Liabilities and Net Assets | | | |
| Liabilities | | | |
| Accounts Payable | 88,657 | 19,782 | 108,439 |
| Accrued Payroll (School) | 87,182 | - | 87,182 |
| Accrued Compensated Absences (School) | 42,579 | - | 42,579 |
| Animal Control Reserve | 7,449 | - | 7,449 |
| Total Paid in Advance | 30,325 | - | 30,325 |
| Due to Water Department | 280,301 | - | 280,301 |
| Due to Fiduciary Funds | 2,911 | - | 2,911 |
| Long Term Liabilities: | | | |
| Due Within One Year - Note 6 | 273,772 | 232,614 | 506,386 |
| Due in More Than One Year - Note 6 | 908,790 | 2,717,267 | 3,626,057 |
| Total Liabilities | 1,721,966 | 2,969,663 | 4,691,629 |
| Net Assets | | | |
| Investment in Capital Assets, net of Related Debt | 5,283,215 | 693,887 | 5,977,102 |
| Restricted for: | | | |
| Education | (8,488) | - | (8,488) |
| Unrestricted: | | | |
| Committed for Capital and Other Expenditures | 565,578 | - | 565,578 |
| Unassigned | 1,664,579 | 233,594 | 1,898,173 |
| Total Net Assets | 7,504,884 | 927,481 | 8,432,365 |
| Total Liabilities and Net Assets | 9,226,850 | 3,897,144 | 13,123,994 |

The notes to financial statements are an integral part of this statement.

TOWN OF CASTINE, MAINE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit B

| Functions/Programs | Net Expense (Revenue) and Changes in Net Assets | | | | | |
|--|---|-------------------------|---------------------------|----------------------------|-----------------------------|-----------|
| | Expenses | Program Revenues | | Primary Government | | |
| | | Charges for Services | Operating Grants/Gifts | Governmental Activities | Business-Type Activities | Total |
| <u>Primary Government</u> | | | | | | |
| <u>Governmental Activities</u> | | | | | | |
| General Government | 355,035 | 24,594 | - | 330,441 | - | 330,441 |
| Library | 159,592 | 1,715 | 82,767 | 75,110 | - | 75,110 |
| Public Safety | 477,121 | 192,700 | - | 284,421 | - | 284,421 |
| Public Works | 270,605 | 119,224 | 13,068 | 138,313 | - | 138,313 |
| Unclassified | 59,474 | - | - | 59,474 | - | 59,474 |
| Education | 1,199,654 | - | - | 1,199,654 | - | 1,199,654 |
| Debt Service | 18,828 | 35,000 | - | (16,172) | - | (16,172) |
| Other | 133,201 | - | 38,901 | 94,300 | - | 94,300 |
| Total Governmental Activities | 2,673,510 | 373,233 | 134,736 | 2,165,541 | - | 2,165,541 |
| <u>Business-type Activities</u> | | | | | | |
| Sewer | 389,027 | 538,059 | - | - | (149,032) | (149,032) |
| Total Primary Government | 3,062,537 | 911,292 | 134,736 | 2,165,541 | (149,032) | 2,016,509 |
| <u>General Revenues:</u> | | | | | | |
| Property Taxes | | | | 2,574,574 | - | 2,574,574 |
| Intergovernmental revenue-State of Maine | | | | | | |
| Homestead BETE Reimbursements | | | | 8,106 | - | 8,106 |
| State Revenue Sharing | | | | 39,532 | - | 39,532 |
| Other State Reimbursements | | | | 8,290 | - | 8,290 |
| Investment Income | | | | 14,660 | - | 14,660 |
| Interest and lien costs on taxes | | | | 6,925 | - | 6,925 |
| Other revenues | | | | 19,578 | - | 19,578 |
| Transfers from Library Trust for Capital Additions | | | | 234,431 | - | 234,431 |
| Total Revenues, Special Items and Transfers | | | | 2,906,096 | - | 2,906,096 |
| <u>Changes in Net Assets</u> | | | | 740,555 | 149,032 | 889,587 |
| <u>Net Assets-Beginning</u> | | | | 6,764,329 | 778,449 | 7,542,778 |
| <u>Net Assets-Ending</u> | | | | 7,504,884 | 927,481 | 8,432,365 |

The notes to financial statements are an integral part of this statement.

TOWN OF CASTINE, MAINE
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2013

Exhibit C

| Assets | General | Capital Projects | Total Governmental Funds |
|---|------------------|---------------------|--------------------------------|
| Cash on Hand | 400 | - | 400 |
| Cash Deposits | 2,804,014 | - | 2,804,014 |
| Accounts Receivable & Prepaid Expenses | 36,850 | - | 36,850 |
| Taxes Receivable | 51,649 | - | 51,649 |
| Due from Other Funds | 11,165 | 529,514 | 540,679 |
| Total Assets | <u>2,904,078</u> | <u>529,514</u> | <u>3,433,592</u> |
| | | | |
| Liabilities and Fund Equity | | | |
| Liabilities | | | |
| Accounts Payable | 88,657 | - | 88,657 |
| Accrued Payroll (School) | 87,182 | - | 87,182 |
| Accrued Compensated Absences (School) | 42,579 | - | 42,579 |
| Due to Water Department | 280,301 | - | 280,301 |
| Due to Other Funds | 675,430 | - | 675,430 |
| Animal Control Reserve | 7,449 | - | 7,449 |
| Deferred Tax Revenue | 51,649 | - | 51,649 |
| Taxes Paid in Advance | 30,325 | - | 30,325 |
| Total Liabilities | <u>1,263,572</u> | <u>-</u> | <u>1,263,572</u> |
| | | | |
| Fund Equity | | | |
| Fund Balance | | | |
| Restricted for: | | | |
| Education | (8,488) | - | (8,488) |
| Committed for: | | | |
| Subsequent Years Expenditures - Notes 7 and 8 | 36,064 | 529,514 | 565,578 |
| Unassigned | 1,612,930 | - | 1,612,930 |
| Total Fund Equity | <u>1,640,506</u> | <u>529,514</u> | 2,170,020 |
| Total Liabilities and Fund Equity | <u>2,904,078</u> | <u>529,514</u> | |

Reconciliation of the Balance Sheet Governmental Funds
to the Statement of Net Assets

Amounts reported for governmental activities in the Statement of Net Assets are different because:

| | |
|--|------------------|
| Capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds, net of accumulated depreciation of \$6,465,777 and related debt of \$1,182,562. | 5,283,215 |
| Some revenues are not available to pay for current period expenditures and therefore are deferred in the funds. | <u>51,649</u> |
| Net assets of governmental activities | <u>7,504,884</u> |

The notes to the financial statements are an integral part of this statement.

TOWN OF CASTINE, MAINE
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES-GOVERNMENTAL FUNDS-BUDGET BASIS
FOR THE FOR THE YEAR ENDED JUNE 30, 2013

Exhibit D

| | General | Capital Projects | Total Governmental Funds |
|---|------------------|---------------------|--------------------------------|
| Revenues | | | |
| Property Taxes | 2,578,775 | - | 2,578,775 |
| Excise Taxes | 128,799 | - | 128,799 |
| Intergovernmental revenue-State of Maine | | | |
| Homestead/BETE Reimbursements | 8,106 | - | 8,106 |
| State Revenue Sharing | 39,532 | - | 39,532 |
| Local Road Assistance | 13,068 | - | 13,068 |
| Other State Reimbursements | 8,290 | - | 8,290 |
| Licenses and Permits | 26,908 | - | 26,908 |
| Fees for services | 99,100 | - | 99,100 |
| Maine Maritime Academy | 116,711 | - | 116,711 |
| Investment Income | 14,660 | - | 14,660 |
| Interest and lien costs on taxes | 6,985 | - | 6,985 |
| Rental income | 13,745 | - | 13,745 |
| Library Income & contributions | 1,715 | 3,248 | 4,963 |
| Other revenues | 5,833 | 35,653 | 41,486 |
| Total Revenues | 3,062,227 | 38,901 | 3,101,128 |
| Expenditures | | | |
| General Government | 338,914 | - | 338,914 |
| Library | 144,574 | - | 144,574 |
| Public Safety | 449,092 | - | 449,092 |
| Public Works | 192,146 | - | 192,146 |
| Unclassified | 59,474 | - | 59,474 |
| Education | 1,190,595 | - | 1,190,595 |
| Debt Service | 271,350 | - | 271,350 |
| Capital | - | 1,611,912 | 1,611,912 |
| Other | 141,038 | - | 141,038 |
| Total Expenditures | 2,787,183 | 1,611,912 | 4,399,095 |
| Excess of Revenues Over (Under) Expenditures | 275,044 | (1,573,011) | (1,297,967) |
| Other Financing Sources (Uses) | | | |
| Issuance of Debt | - | 425,000 | 425,000 |
| Transfer from Other Funds | 117,767 | 199,431 | 317,198 |
| Transfer to Capital Projects Funds | (814,400) | 814,400 | - |
| Transfer to Fiduciary Funds Funds | (1,000) | - | (1,000) |
| Total Other Financing Sources (Uses) | (697,633) | 1,438,831 | 741,198 |
| Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses | (422,589) | (134,180) | (556,769) |
| Fund Balance - Beginning | 2,063,095 | 663,694 | 2,726,789 |
| Fund Balance - Ending | 1,640,506 | 529,514 | 2,170,020 |
| Reconciliation of Statement of Activities, Change in Net Assets: | | | |
| Net Change in Fund Balances - Above | | | (556,769) |
| Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets: | | | |
| Capital Expenditures | | | 1,619,749 |
| Depreciation Expense | | | (145,686) |
| Issuance of Debt | | | (425,000) |
| Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. | | | 252,522 |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | | | (4,261) |
| Changes in Net Assets of Governmental Activities | | | 740,555 |

The notes to financial statements are an integral part of this statement.

Exhibit E

TOWN OF CASTINE, MAINE
STATEMENT OF NET ASSETS - FIDUCIARY FUNDS
JUNE 30, 2013

| Assets | Witherle Memorial Library | Trust Funds | Total |
|---|---------------------------------|----------------|-----------|
| Cash Savings - Note 3 | - | 158,310 | 158,310 |
| Due from Other Funds | - | 2,911 | 2,911 |
| Income Receivable | - | - | - |
| Investments - Note 3 | 4,742,801 | - | 4,742,801 |
| Total Assets | 4,742,801 | 161,221 | 4,904,022 |
| | | | |
| Liabilities and Net Assets | | | |
| Liabilities | | | |
| Due to Other Funds | 11,165 | - | 11,165 |
| Net Assets | | | |
| Reserved for Library Endowment | 4,731,636 | - | 4,731,636 |
| Reserved for Trust Fund Principal - Note 9 | - | 30,125 | 30,125 |
| Designated for subsequent years expenditures - Note 9 | - | 131,096 | 131,096 |
| Total Net Assets | 4,731,636 | 161,221 | 4,892,857 |
| Total Liabilities and Net Assets | 4,742,801 | 161,221 | 4,904,022 |

The notes to financial statements are an integral part of this statement.

Exhibit F

TOWN OF CASTINE, MAINE
STATEMENT OF CHANGES IN NET ASSETS - FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

| | Witherle Memorial Library | Trust Funds | Total |
|--|---------------------------------|----------------|-----------|
| Revenues | | | |
| Donations | - | 72,500 | 72,500 |
| Investment Income | 122,476 | 200 | 122,676 |
| Rental Income | - | 7,145 | 7,145 |
| Total Revenues | 122,476 | 79,845 | 202,321 |
| Expenditures | | | |
| Expenses | - | 50,969 | 50,969 |
| Fiduciary Fees | 26,360 | - | 26,360 |
| Total Expenditures | 26,360 | 50,969 | 77,329 |
| Excess of Revenues over (under) Expenditures | 96,116 | 28,876 | 124,992 |
| Other Changes in Fund Balance | | | |
| Transfers (to)/from Town of Castine | (317,198) | 1,000 | (316,198) |
| Capital Additions/Bequests | - | - | - |
| Realized Gains/(Losses) | 162,110 | - | 162,110 |
| Unrealized Gains/(Losses) | 187,421 | - | 187,421 |
| Total Other Changes in Fund Balance | 32,333 | 1,000 | 33,333 |
| Change in Net Assets | 128,449 | 29,876 | 158,325 |
| Net Assets - Beginning of the year | 4,603,187 | 131,345 | 4,734,532 |
| Net Assets - End of the year | 4,731,636 | 161,221 | 4,892,857 |

The notes to financial statements are an integral part of this statement.

TOWN OF CASTINE, MAINE
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013
(With Comparative Figures for June 30, 2012)

Exhibit G

| <u>ASSETS</u> | <u>Enterprise Fund - Sewer</u> | |
|--|--------------------------------|-------------------------|
| | <u>6/30/2012</u> | <u>6/30/2013</u> |
| <u>Current Assets</u> | | |
| Accounts receivable-user fees | \$ 126,622 | \$ 110,371 |
| Interfund receivables | 92,995 | 143,005 |
| Prepaid expenses | - | - |
| Total Current Assets | <u>219,617</u> | <u>253,376</u> |
| <u>Property, Plant, and Equipment - Note 5</u> | | |
| Sewer Plant & Equipment | 4,441,186 | 4,458,284 |
| Less allowance for depreciation | (688,868) | (814,516) |
| Net | <u>3,752,318</u> | <u>3,643,768</u> |
| <u>TOTAL ASSETS</u> | <u>\$ 3,971,935</u> | <u>\$ 3,897,144</u> |
| <u>LIABILITIES AND FUND EQUITY</u> | | |
| <u>Current Liabilities</u> | | |
| Accounts payable | \$ - | \$ - |
| Accrued interest | 10,991 | 19,782 |
| Current installment of General Obligation Bonds - Note 6 | 232,614 | 232,614 |
| Total Current Liabilities | <u>243,605</u> | <u>252,396</u> |
| <u>Long-term Liabilities</u> | | |
| General obligation bonds/notes payable - Note 6 | 2,949,881 | 2,717,267 |
| Total Liabilities | <u>3,193,486</u> | <u>2,969,663</u> |
| <u>Investment in Capital Assets</u> | 569,823 | 693,887 |
| <u>Retained Earnings</u> | | |
| Unreserved | <u>208,626</u> | <u>233,594</u> |
| Total Net Assets | <u>778,449</u> | <u>927,481</u> |
| <u>TOTAL LIABILITIES AND NET ASSETS</u> | <u>\$ 3,971,935</u> | <u>\$ 3,897,144</u> |

The accompanying notes are an integral part of these financial statements.

TOWN OF CASTINE, MAINE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit H

| | Enterprise Fund - Sewer | |
|---|----------------------------|------------|
| | Budget | Actual |
| <u>Operating Revenue</u> | | |
| Billings to users | \$ - | \$ 537,959 |
| Miscellaneous | - | 100 |
| <u>Total Operating Revenue</u> | - | 538,059 |
| <u>Operating Expense</u> | | |
| Operating expenses other than depreciation: | | |
| Management | 134,343 | 122,600 |
| Plant operation | 48,100 | 38,466 |
| Plant equipment and maintenance | 88,400 | 31,564 |
| Vehicle operation | 2,800 | 1,834 |
| Depreciation | - | 125,648 |
| <u>Total Operating Expenses</u> | 273,643 | 320,112 |
| <u>Operating Income (Loss)</u> | (273,643) | 217,947 |
| <u>Nonoperating Revenue and (Expense)</u> | | |
| Interest Expense/Debt Service | (283,254) | (68,915) |
| <u>Net Income (Loss)</u> | \$ (556,897) | 149,032 |
| Net Assets, Beginning of Period | | 778,449 |
| <u>Net Assets</u> | | \$ 927,481 |

The accompanying notes are an integral part of these financial statements.

TOWN OF CASTINE, MAINE
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit I

| | Enterprise Funds - Sewer |
|--|-----------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Cash received from customers | \$ 554,310 |
| Cash paid to suppliers for goods and services | 194,464 |
| Net Cash Flows From Operating Activities | <u>359,846</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | |
| Change in interfund receivable/payables | <u>(50,010)</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | |
| New debt issued and contributed capital | - |
| Investment in plant, purchases of capital assets | (17,098) |
| Principal paid on capital debt | (232,614) |
| Interest paid on capital debt | (60,124) |
| Net Cash Flows From Capital and Related Financing Activities | <u>(309,836)</u> |
| Net Increase in Cash and Cash Equivalents | - |
| CASH AND CASH EQUIVALENTS - Beginning of Year | <u>-</u> |
| CASH AND CASH EQUIVALENTS - END OF YEAR | <u><u>\$ -</u></u> |
| NONCASH INVESTING, CAPITAL AND RELATED FINANCING ACTIVITIES - None | |
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Operating income/(loss) | \$ 217,947 |
| Adjustments to Reconcile Operating Income(Loss) to Net Cash Flows From Operating Activities | |
| Noncash items included in income | |
| Depreciation | 125,648 |
| Change in Noncash Components of Working Capital | |
| Accounts receivable | <u>16,251</u> |
| NET CASH FLOWS FROM OPERATING ACTIVITIES | <u><u>359,846</u></u> |

The accompanying notes are an integral part of these financial statements.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town conform to generally accepted accounting principles (GAAP) as applicable to governmental units with the exception noted in the independent auditor's report. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Financial Reporting Entity

The Town operates under a Selectman-Manager form of government and provides the following services: public safety (police and fire), highways and streets, sanitation, health and social services, culture-recreation, education, public improvements, planning and zoning and general administrative services.

In June 1999, GASB issued Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments". This statement, known as the "Reporting Model" statement affects the way the Town prepares financial information. State and local governments traditionally have used a financial reporting model substantially different from the one used to prepare private-sector financial reports.

GASB Statement No. 34 established new requirements and a new reporting model for the annual financial reports of state and local governments. The Statement was developed to make annual reports easier to understand and more useful to the people who use governmental financial information to make decisions and includes a Management's Discussion and Analysis which is a narrative introduction and analytical overview of the government's financial activities. This analysis is similar to analysis the private sector provides in their annual reports.

Government-wide Financial Statements

The reporting model includes financial statements prepared using full accrual accounting for all of the government's activities. This approach includes not just current assets and liabilities (such as cash and accounts payable) but also capital assets and long-term liabilities (such as buildings and infrastructure, including bridges and roads, and general obligation debt). Accrual accounting also reports all of the revenues and cost of providing services each year, not just those received or paid in the current year or soon thereafter.

Statement of Net Assets

The Statement of Net Assets is designed to display the financial position of the primary government (government and business-type activities). Governments report all capital assets, including infrastructure, in the government-wide Statement of Net Assets and report depreciation expense – the cost of "using up" capital assets – in the Statement of Activities. The net assets of a government will be broken down into three categories – 1) invested in capital assets, net of related debt; 2) restricted; and 3) unrestricted.

Statement of Program Activities

The government-wide statement of activities reports expenses and revenues in a format that focuses on the cost of each of the government's functions. The expense of individual functions is compared to the revenues generated directly by the function (for example, through user charges or intergovernmental grants).

Budgetary Comparison Schedules

Demonstrating compliance with the adopted budget is an important component of a government's accountability to the public. Many citizens participate in the process of establishing the annual operating budgets of state and local governments, and have a keen interest in following the actual financial progress of their governments over the course of the year. The Town and many other governments may revise their original budgets over the course of the year for a variety of reasons. Under GASB No. 34, governments continue to provide budgetary comparison information in their annual reports. GASB Statement No. 34 requires that the Town add the original budget to the current comparison of the final budget and actual results.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting

The accounts of the government are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of the Town's general activities, including the collection and disbursement of earmarked monies (special revenue funds) and the servicing of general long-term debt (debt service fund). The General Fund is used to account for all activities of the general government not accounted in some other fund.

Proprietary funds are established to account for activities for which a fee is charged to external or internal users for goods and services. Their reporting focuses on the determination of operating income and changes in net assets.

Fiduciary funds are used to account for assets held in a trustee or agency capacity for others.

C. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Town. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and various intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly from goods, services, or privileges provided by a given function or segment and 2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Town reports the following major governmental funds:

The general fund is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting, Measurement Focus, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when the fund liability is incurred. However, debt service expenditures (if any) are recorded only when payment is due.

Charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the sewer utility enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

E. Assets, Liabilities and Equity

1. Deposits and Investments

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the Town to invest excess funds in accounts or deposits of financial institutions provided the institutions are insured by Federal depository insurance or credit union insurance, U.S. Government obligations, and in money market mutual funds, provided that the fund is limited to investing in obligations of the U.S. Government.

2. Receivables and Payables

Revenues for the most part are recorded when received, except that amounts have been recorded as receivables for amounts due from other governments. Transactions between funds that result in outstanding balances are reported as due to/from other funds.

Certain grants received from other governments require that eligible expenditures be made in order to earn the grant. Revenue for these grants is recorded for the period in which eligible expenditures are made.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued)

3. Capital Assets

Capital assets, consisting of land, buildings and equipment, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Infrastructure assets (eg. roads, bridges and similar items) are being reported prospectively beginning in fiscal year 2005 in accordance with GASB 34.

Capital Assets consisting of the sewer system infrastructure are being reported in the Town's proprietary funds.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment is depreciated using the straight line method over the following estimated useful lives:

| <u>Assets</u> | <u>Years</u> |
|----------------|--------------|
| Buildings | 20-50 |
| Equipment | 5-25 |
| Infrastructure | 30-50 |

4. Compensated Absences

The Town provides vacation and sick leave to its employees in varying amounts. All vacation time is required to be taken in a timely fashion or is forfeited. Sick time does not vest. According there is no liability for compensated absences on the Town's financial statements.

The School Department provides vacation and sick leave to its employees in varying amounts. All vacation time is required to be taken in a timely fashion or is forfeited. The School Department's policy for sick time allows teachers who have taught in Castine for a minimum of ten years and have attained 55 years of age to be paid for 30 days of accumulated sick leave days upon their retirement.

5. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities financial statements. In the fund financial statements, governmental fund types recognize the face amount of debt issued as other financing sources.

6. Fund Equity/Net Assets

In accordance with Government Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Town classifies governmental fund balances as follows:

Non-spendable – includes fund balance amounts, if any, that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued)

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end. Fund balance may be committed by Board of Selectmen action.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the elected selectmen of the Town.

Unassigned – includes positive fund balances with the General fund which has not been classified within the above mentioned categories and negative fund balance in other governmental funds.

The Town has no formal revenue spending policy for programs with multiple revenue sources. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance.

The Town does not have a formal minimum fund balance policy.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the Town's governmental funds. The budget is adopted by the townspeople during the month of March at a town meeting. All annual appropriations lapse at fiscal year-end to the extent that they have not been designated or reserved for future year's expenditures.

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end unless designated as carry forwards by the town Council.

B. Budget/GAAP Reconciliation

The Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual (Exhibit J) presents financial data on a budgetary basis for the government's general fund. The differences are that designations are recorded as the equivalent of expenditures (budget) as opposed to a reservation of fund balance (GAAP) and, as required by generally accepted accounting principles.

C. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

D. Deferred Property Tax Revenue

In accordance with the National Council on governmental Accounting Interpretation No. 3, property tax revenues not collected at year-end are deferred to succeeding years.

NOTE 3 – CASH AND INVESTMENTS

As of June 30, 2013, cash deposits and savings were comprised of the following:

| | General Fund | Trust Funds |
|-------------------------------|---------------------|-------------------|
| Bangor Savings Bank - Savings | \$ - | \$ 158,310 |
| Camden National Bank: | | |
| Checking Accounts/ Sweep Repo | 1,797,368 | - |
| Certificate of Deposit | 1,000,000 | |
| School Account | 6,646 | - |
| | <u>\$ 2,804,014</u> | <u>\$ 158,310</u> |

Custodial Credit Risk – In the case of deposits, this is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. As of June 30, 2013, the Town had a bank balance of \$2,804,014 of which \$250,000 was covered by federal depository insurance and the remainder was covered in full by collateral held by Camden National Bank and Federal Reserve Pledges. The Town's cash in the trust funds was covered by federal depository insurance.

Investments of the Witherle Memorial Library Fiduciary Fund are held by Acadia Trust N.A., a subsidiary of Camden National Corporation, and consist of:

| | Cost | Market |
|---------------------|---------------------|---------------------|
| Cash/Money Accounts | \$ 766,418 | \$ 766,418 |
| Government Agency | 123,688 | 131,725 |
| Mutual Funds Bonds | 474,790 | 475,935 |
| Corporate Bonds | 857,524 | 859,834 |
| Equities | <u>2,069,377</u> | <u>2,510,889</u> |
| | <u>\$ 4,291,797</u> | <u>\$ 4,742,801</u> |

Marketable securities and financial investments are recorded at fair market value based on quoted market prices.

Custodial credit risk- For an investment, the custodial credit risk is the risk that in the event of the failure of the counterpart, the Town will not be able to recover the value if its investments or collateral securities that are in the possession of an outside party. The Town does not have a formal policy regarding credit risk. Maine statutes authorize the Town to invest its municipal revenues in obligations of the U.S. Treasury and U.S. agencies, repurchase agreements and certain corporate stocks and bonds.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 4 – PROPERTY TAX

The Town's property tax was levied July 16, 2012 on the assessed value listed as of the prior April 1 for all real and personal property located in the Town. The assessed value for the list as of April 1, 2012 upon which the 2012 levy was based was \$357,571,900.

Taxes were due and payable on September 7, 2012 with interest at the rate of 7% being charged on taxes unpaid after the due date.

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2013 was as follows:

| | Beginning Balance | Increases | Transfers/ Decreases | Ending Balance |
|--|----------------------|-----------|-------------------------|-------------------|
| GOVERNMENTAL ACTIVITIES: | | | | |
| Capital assets not being depreciated | | | | |
| Land | 514,634 | - | - | 514,634 |
| Construction in Progress | 932,363 | 1,478,327 | (2,145,723) | 264,967 |
| Total | 1,446,997 | 1,478,327 | (2,145,723) | 779,601 |
| Capital assets being depreciated | | | | |
| Buildings/Improvements | 992,762 | 100,196 | 2,145,723 | 3,323,681 |
| Land & Road Improvements | 2,709,344 | 5,150 | - | 2,714,494 |
| Equipment | 142,000 | 36,076 | - | 178,076 |
| Vehicles | 842,376 | - | - | 840,376 |
| Total | 4,684,482 | 141,422 | 2,145,723 | 6,971,624 |
| Less accumulated depreciation for | | | | |
| Buildings/Improvements | 328,443 | 37,773 | - | 366,214 |
| Land & Road Improvements | 216,259 | 54,356 | - | 270,615 |
| Equipment | 134,431 | 3,838 | - | 138,269 |
| Vehicles | 460,632 | 49,721 | - | 570,353 |
| Total | 1,139,765 | 145,686 | - | 1,285,451 |
| Net capital assets being depreciated | 3,544,717 | - | - | 5,686,176 |
| Total Governmental Capital Assets, net | 4,991,714 | 1,474,063 | - | 6,465,777 |

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 5 – CAPITAL ASSETS (Continued)

| | Beginning Balance | Increases | Transfers/ Decreases | Ending Balance |
|--------------------------------------|----------------------|-----------|-------------------------|-------------------|
| BUSINESS-TYPE ACTIVITIES: | | | | |
| Capital assets not being depreciated | | | | |
| Land | 59,608 | - | - | 59,608 |
| Construction in Progress | - | - | - | - |
| Total | 59,608 | - | - | 59,608 |
| Capital assets being depreciated | | | | |
| Buildings/Improvements | 277,152 | - | - | 277,152 |
| General Equipment | 251,627 | 17,098 | - | 268,725 |
| 2008 Plant Upgrade | 3,852,799 | - | - | 3,852,799 |
| Total | 4,381,578 | 17,098 | - | 4,398,676 |
| Less accumulated depreciation for | | | | |
| Buildings/Improvements | 200,896 | 5,548 | - | 206,439 |
| General Equipment | 122,801 | 16,314 | - | 139,115 |
| 2008 Plant Upgrade | 365,171 | 103,798 | - | 468,962 |
| Total | 688,868 | 125,648 | - | 814,516 |
| Net capital assets being depreciated | 3,692,710 | (108,550) | - | 3,584,160 |
| Total Business-Type Capital Assets | 3,752,318 | | | 3,643,768 |

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities

| | |
|--------------------|--------|
| General Government | 15,121 |
| Library | 15,018 |
| Public Safety | 28,029 |
| Public Works | 78,459 |
| Education | 9,089 |

Total Depreciation Expense – Governmental Activities 145,686

Business-type activities

| | |
|------------|----------------|
| Sewer Fund | <u>125,648</u> |
|------------|----------------|

NOTE 6 – LONG-TERM DEBT

The following is a summary of long - term debt transactions of the Town for the seventeen months ended June 30, 2013.

| | Governmental Activities | Business Type (Sewer Dept) | Total | Business Type (Water Dept) | Total |
|-----------------------------|----------------------------|-------------------------------|-----------|-------------------------------|-----------|
| Debt payable, June 30, 2012 | 1,010,084 | 3,182,495 | 4,192,579 | 2,189,496 | 6,382,075 |
| New debt | 425,000 | - | 425,000 | - | 425,000 |
| Debt retired | (252,522) | (232,614) | (485,136) | (205,705) | (690,841) |
| Debt payable, June 30, 2013 | 1,182,562 | 2,949,881 | 4,132,443 | 1,983,791 | 6,116,234 |

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 6 – LONG-TERM DEBT (Continued)

As of June 30, 2013 long - term debt was comprised of the following:

| Issued | For/Terms | Interest Rate | Balance Outstanding 6/30/13 |
|-------------------------------------|--|------------------|-----------------------------------|
| GENERAL OBLIGATION | | | |
| 10/12 | Maine Bond Bank General Obligation \$21,250 to 2032 | 1.4% - 3.706% | \$ 425,000 |
| 11/10 | Maine Bond Bank General Obligation (54.4%) \$252,522 to 2015 | 2% - 5% | 757,562 |
| TOTAL GENERAL FUND | | | <u>\$ 1,182,562</u> |
| SEWER DEPARTMENT | | | |
| 4/96 | Maine Bond Bank Sewer construction \$30,000 annually | 5.0% to 5.85% | \$ 120,000 |
| 8/07 | Maine Bond Bank Sewer upgrade construction \$175,000 annually | 1.838% | 2,625,000 |
| 11/10 | Maine Bond Bank General Obligation (14.7%) Due annually to 2030 | 2% - 5% | 204,881 |
| TOTAL – SEWER DEPARTMENT | | | <u>\$ 2,949,881</u> |
| WATER DEPARTMENT | | | |
| 10/07 | Maine Bond Bank Water District Due annually to 2027 | 2-6% | \$ 453,059 |
| 6/06 | Maine Bond Bank Water District \$60,000 Annual | 1.78% | 780,000 |
| 8/94 | General Obligation bond Water District Construction \$90,000 to \$105,000 annually | 6.15% | 200,000 |
| 5/04 | Maine Bond Bank Water District \$9,000 to \$12,500 annually | 1.42% | 121,176 |
| 11/10 | Maine Bond Bank General Obligation (31.9%) \$23,864 to 2030 | 2% - 5% | 429,556 |
| TOTAL – WATER DEPARTMENT | | | <u>1,983,791</u> |
| TOTAL - ALL DEBT OUTSTANDING | | | <u>\$ 6,116,234</u> |

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 6 – LONG-TERM DEBT (Continued)

The annual requirements to amortize debt outstanding, for the general fund, is as follows:

| Fiscal year ending June 30, | Principal | Interest | Total |
|-----------------------------|---------------------|-------------------|---------------------|
| 2014 | \$ 273,772 | \$ 24,722 | \$ 298,494 |
| 2015 | 273,772 | 19,010 | 292,782 |
| 2016 | 273,768 | 13,051 | 286,819 |
| 2017 | 21,250 | 9,729 | 30,979 |
| 2018 | 21,250 | 9,201 | 30,451 |
| 2019 - 2023 | 106,250 | 39,906 | 146,156 |
| 2024 – 2028 | 106,250 | 26,579 | 132,829 |
| 2029 - 2033 | 106,250 | 9,398 | 115,648 |
| | <u>\$ 1,182,562</u> | <u>\$ 151,596</u> | <u>\$ 1,334,158</u> |

The annual requirements to amortize debt outstanding, for the general obligation debt issued for Sewer Department purposes, are as follows:

| Fiscal year ending June 30, | Principal | Interest | Total |
|-----------------------------|---------------------|-------------------|---------------------|
| 2014 | \$ 232,614 | \$ 68,508 | \$ 301,122 |
| 2015 | 232,614 | 62,828 | 295,442 |
| 2016 | 232,614 | 57,409 | 290,023 |
| 2017 | 213,136 | 52,170 | 265,306 |
| 2018 | 183,136 | 47,723 | 230,859 |
| 2019 - 2023 | 915,679 | 184,563 | 1,100,242 |
| 2024 - 2028 | 915,679 | 93,776 | 1,009,455 |
| 2029 - 2031 | 24,409 | 1,239 | 25,648 |
| | <u>\$ 2,949,881</u> | <u>\$ 568,216</u> | <u>\$ 3,518,097</u> |

The general obligation bonds issued for Sewer Department construction purposes will be repaid from utility user's fees. The general obligation bonds issued for water department purposes will be repaid from water utility user fees. (See Note 13).

The Town is subject to the laws of the State of Maine, which limit the amount of long - term debt to a percentage (depending on how funds will be used) of its last full state valuation. As of June 30, 2013, the Town was well within these limitations.

NOTE 7 – GENERAL FUND – RESERVED FUND BALANCES

The following funds were unexpended as of June 30th and were carried forward into the operations of the subsequent fiscal year.

| Account Name | This Year | Last Year |
|--------------------------------|------------------|------------------|
| Restricted: | | |
| Education | \$ (8,488) | \$ 40,894 |
| Committed: | | |
| Tax Anticipation Note Interest | 3,000 | 3,000 |
| Elm Tree Care | 21,187 | 14,137 |
| Assessment | 11,877 | 10,877 |
| | <u>\$ 36,064</u> | <u>\$ 28,014</u> |

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 8 - CAPITAL PROJECTS - DESIGNATED FUND BALANCES

A summary of the changes in the various projects of the Capital Projects Fund is as follows:

| | Balance 7/01/12 | Appro- priated | Other Sources | Debt Proceeds/ Transfers | Expenses | Balance 6/30/13 |
|-------------------------|--------------------|-------------------|------------------|--------------------------------|---------------------|--------------------|
| Fire Vehicles | \$ 80,000 | \$ 10,000 | \$ - | \$ - | \$ - | \$ 90,000 |
| Fire Dept. Capital | 4,181 | - | 200 | - | - | 4,381 |
| Public Works Vehicle | 35,310 | 20,000 | - | - | 8,621 | 86,689 |
| Roadway Improvements | 436,671 | 50,000 | 140 | - | 270,258 | 216,553 |
| Emerson Hall | 47,243 | 660,000 | 2,000 | 425,000 | 1,095,649 | 38,594 |
| Building Roof | 12,800 | - | - | - | - | 12,800 |
| Recreation | 5,164 | - | 133 | - | - | 5,297 |
| Historic Grants | 1,930 | - | - | - | - | 1,930 |
| Elm Tree Planting | 1,518 | - | 1,728 | - | 1,728 | 1,518 |
| Elm Tree Preservation | 25,165 | - | 7,410 | - | 572 | 32,003 |
| Recreation Field Maint. | - | 11,350 | - | - | - | 11,350 |
| Fireworks Fund | 9,607 | 3,000 | 1,791 | - | 7,000 | 7,398 |
| Friends & Neighbors | 916 | - | - | - | - | 916 |
| Pump Out | 563 | - | 1,024 | - | 492 | 1,095 |
| Town Property Survey | 4,615 | 400 | - | - | - | 5,015 |
| Harbor Masters Boat | 12,437 | - | - | - | - | 12,437 |
| Transfer Station | - | 13,250 | 25 | - | 13,275 | - |
| Hardware/Software | 4,925 | 1,400 | - | - | - | 6,325 |
| E-911 | 93 | - | - | - | - | 93 |
| Harbor Improvements | 17,521 | - | - | - | 27,762 | (10,241) |
| Mooring Field Maint. | 2,000 | - | - | - | 400 | 1,600 |
| Comprehensive Plan | 1,766 | 10,000 | - | - | 2,899 | 8,867 |
| Economic Development | 4,229 | - | 18,849 | - | 16,980 | 6,098 |
| Library Capital | 20,357 | 30,000 | - | - | 42,593 | 7,764 |
| Library Addition | (81,720) | - | - | 199,431 | 117,711 | - |
| Library Maintenance | 1,531 | 5,000 | - | - | - | 6,531 |
| Grant Lib-Lyle Book Fd | 3,331 | - | 114 | - | - | 3,445 |
| Library Minerva | 9,660 | - | - | - | - | 9,660 |
| Library - Book Fund | 2,170 | - | 3,134 | - | 3,635 | 1,669 |
| Farmer's Market Grant | (289) | - | 2,353 | - | 2,337 | (273) |
| | <u>\$ 663,694</u> | <u>\$ 814,400</u> | <u>\$ 38,901</u> | <u>\$ 624,431</u> | <u>\$ 1,611,912</u> | <u>\$ 529,514</u> |

* At the March 27, 2010 Town Meeting, the town authorized the Witherle Memorial Library Trustees to spend from the Library's Trust Fund \$1,000,000 to renovate and build an addition to the Town Library. Through June 30, 2013, \$975,020 was transferred for this purpose.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 9 – TRUST FUNDS

As of June 30, 2013, Trust Funds were comprised of the following:

| | 7/01/12 Unexpended Income | Transfers | Receipts | Disbursements | Balance 6/30/13 Unexpended Income | Principal |
|-------------------------|---------------------------------|-----------------|------------------|------------------|---|------------------|
| Bagaduce Ambulance | \$ - | \$ - | \$ 72,529 | \$ - | \$ 72,529 | \$ - |
| Cemetery Fund | 3,785 | - | 21 | - | 3,806 | 13,152 |
| Robert Gray Fund | 637 | - | 4 | - | 641 | 3,000 |
| Arthur Hawes Fund | 291 | - | 3 | - | 294 | 2,050 |
| Ministerial School Fund | 1,632 | - | 3 | - | 1,635 | 1,035 |
| Lighthouse Fund | 89,520 | - | 7,269 | 50,969 | 45,820 | 492 |
| Witherle Clock Fund | 1,537 | - | 4 | - | 1,541 | 1,000 |
| Unemployment Reserve | 2,591 | 1,000 | - | - | 3,591 | - |
| Samuel Adams Fuel Fund | 1,227 | - | 12 | - | 1,239 | 9,396 |
| | <u>\$ 101,220</u> | <u>\$ 1,000</u> | <u>\$ 79,845</u> | <u>\$ 50,969</u> | <u>\$ 131,096</u> | <u>\$ 30,125</u> |

NOTE 10 – RETIREMENT PLAN

All employees of the Town of Castine are covered by Maine State Retirement and/or social security. All full time employees can also contribute up to 6% of their salary to an additional retirement plan with International City Management Association Retirement Corp. The Town matches the employees' contributions. These pension plans are individually owned, except for the Town's contribution, which is fully vested after three years of employment. Pension costs for fiscal 2012/2013 amounted to \$20,886.

NOTE 11 - LIABILITY FOR UNEMPLOYMENT CONTRIBUTION

The Town has elected not to be covered by the Maine Employment Security Commission by making quarterly contributions. Instead, if municipal employees become eligible for unemployment benefits the Town will directly reimburse the State of Maine. Costs for fiscal year ended June 13, 2013 were \$517.

NOTE 12 – REPORTING ENTITY - CASTINE WATER DEPARTMENT

In evaluating how to define the Town for financial reporting purposes, management had considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic – but not the only – criteria set forth in a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management and the ability to influence fiscal matters.

The accompanying financial statements omit the activities of the Castine Water Department which was assumed by the Town on January 1, 1994 and should be included in Town's Government wide financial statements as a business type activity. The financial statements of the Castine Water Department are audited by other auditors on a calendar year basis for regulatory purposes.

TOWN OF CASTINE, MAINE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 12 – REPORTING ENTITY - CASTINE WATER DEPARTMENT (Continued)

The Town has omitted the Castine Water Department from its government wide financial statements. Significant financial data as of **December 31, 2012**, the latest available balance sheet date as prepared by other accountants are:

| | |
|---|---------------------|
| <i>Assets</i> | |
| Utility, plant and deferred assets | \$ 3,273,668 |
| Due from Town of Castine | 214,534 |
| Other current and accrued assets | 282,121 |
| Total Assets | \$ <u>3,770,323</u> |
| <i>Liabilities</i> | |
| Liabilities excluding debt | \$ 15,514 |
| Debt | 2,054,606 |
| Total Liabilities | \$ <u>2,010,120</u> |
| <i>Fund Equity</i> | \$ <u>1,700,203</u> |
| <i>Income Statement Highlights</i> | |
| Total Revenues | \$ <u>603,304</u> |
| Operating and maintenance expenses | 188,272 |
| Depreciation | 99,728 |
| Interest and amortization | <u>73,035</u> |
| Total Expenses | <u>361,035</u> |
| Net Income (Loss) | \$ <u>242,269</u> |

Debt represents the general obligation bonds which are described in Note 6. All other financial information and activity noted is not included in these financial statements.

NOTE 13 - OTHER INFORMATION

A. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Town expects such amount, if any to be immaterial.

B. Pension Plan - Plan Description

The Town participates in the Maine State Retirement System Consolidated Plan for Participating Towns (Consolidated Plan), and the Maine State Retirement System's Teacher Plan, both which are cost sharing multiple-employer defined benefit pension plans. The Maine State Retirement System (System) is a body corporate and politic and an incorporated public instrumentality of the State. Under Title 5 M.R.S.A. the System is the administrator of retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The System issues a financial report that includes the financial statements and required supplementary information for the plans.

Exhibit J

TOWN OF CASTINE, MAINE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS
 FOR THE YEAR ENDED JUNE 30, 2013

| | Original Budget | Final Budget | Actual | Variance Favorable (Unfavorable) |
|---|--------------------|------------------|------------------|--|
| Revenues | | | | |
| Property Taxes | 2,500,023 | 2,500,023 | 2,578,775 | 78,752 |
| Excise Taxes | 130,000 | 130,000 | 128,799 | (1,201) |
| Intergovernmental revenue-State of Maine | | | | |
| Homestead/ BETE Reimbursement | 8,060 | 8,060 | 8,106 | 46 |
| State Revenue Sharing | 41,000 | 41,000 | 39,532 | (1,468) |
| Local Road Assistance | 12,000 | 12,000 | 13,068 | 1,068 |
| Other State Reimbursements | 6,000 | 6,000 | 8,290 | 2,290 |
| Licenses and Permits | 23,700 | 23,700 | 26,908 | 3,208 |
| Fees for services | 98,000 | 98,000 | 99,100 | 1,100 |
| Maine Maritime Academy | 125,500 | 125,500 | 116,711 | (8,789) |
| Investment Income | 15,600 | 15,600 | 14,660 | (940) |
| Interest and lien costs on taxes | 6,000 | 6,000 | 6,985 | 985 |
| Rental income | 13,300 | 13,300 | 13,745 | 445 |
| Library Income | 1,800 | 1,800 | 1,715 | (85) |
| Other revenues | 2,500 | 2,500 | 5,833 | 3,333 |
| Total Revenues | 2,983,483 | 2,983,483 | 3,062,227 | 78,744 |
| Expenditures | | | | |
| General Government | 373,469 | 373,469 | 339,914 | 33,555 |
| Library | 146,450 | 154,450 | 144,574 | 9,876 |
| Public Safety | 499,185 | 499,185 | 449,092 | 50,093 |
| Public Works | 199,804 | 199,804 | 192,146 | 7,658 |
| Unclassified | 68,400 | 68,400 | 66,524 | 1,876 |
| Education | 1,141,213 | 1,141,213 | 1,141,213 | - |
| Debt Services | 305,849 | 305,849 | 271,350 | 34,499 |
| Other | 166,038 | 141,038 | 141,038 | - |
| Total Expenditures | 2,900,408 | 2,883,408 | 2,745,851 | 137,557 |
| Excess of Revenues Over (Under) Expenditures | 83,075 | 100,075 | 316,376 | 216,301 |
| Other Financing Sources (Uses) | | | | |
| Operating transfers in | 107,325 | 115,325 | 117,767 | 2,442 |
| Operating transfers (out) | (790,400) | (815,400) | (815,400) | - |
| Excess of Revenues Over (Under) Expenditures | (600,000) | (600,000) | (381,257) | 218,743 |
| Fund Balance - Beginning | | | 1,994,187 | |
| Fund Balance - Ending | | | 1,612,930 | |

The notes to financial statements are an integral part of this statement.

TOWN OF CASTINE, MAINE
SCHEDULE OF DETAILED DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2013

| | July 1, 2012 | Budget | Net Expenditures | (Over) Under Expended |
|-----------------------------|--------------|-----------|------------------|-----------------------|
| <u>General Government</u> | | | | |
| Administration | \$ - | \$ 30,945 | \$ 26,822 | \$ 4,123 |
| Personnel | - | 160,459 | 159,383 | 1,076 |
| Emerson Hall | - | 15,550 | 13,408 | 2,142 |
| Insurance | - | 39,000 | 29,298 | 9,702 |
| Employee benefits | - | 56,898 | 54,869 | 2,029 |
| Code enforcement | - | 22,567 | 21,610 | 957 |
| Miscellaneous | - | 39,650 | 29,902 | 9,748 |
| Assessment | 10,877 | 8,400 | 3,622 | 15,655 |
| Total General Government | 10,877 | 373,469 | 338,914 | 45,432 |
| <u>Public Safety</u> | | | | |
| Fire department | - | 71,626 | 71,396 | 230 |
| Transfer station | - | 140,500 | 112,982 | 27,518 |
| Street lights | - | 12,000 | 11,053 | 947 |
| Law enforcement | - | 38,305 | 17,545 | 20,760 |
| Ambulance | - | 187,500 | 187,500 | - |
| Hydrant rental | - | 15,614 | 15,614 | - |
| Health officer | - | 500 | 500 | - |
| Dock master | - | 21,548 | 20,878 | 670 |
| Dock/wharf/float | - | 7,052 | 8,187 | (1,135) |
| Social security - PS | - | 810 | 622 | 188 |
| Boat | - | 1,200 | 735 | 465 |
| Animal control | - | 2,530 | 2,080 | 450 |
| Total Public Safety | - | 499,185 | 449,092 | 50,093 |
| <u>Public Works</u> | | | | |
| Public works administration | - | 113,434 | 106,063 | 7,371 |
| Grounds maintenance | - | 5,000 | 5,743 | (743) |
| Water supply maintenance | - | 2,500 | 3,036 | (536) |
| Road maintenance | - | 45,950 | 37,570 | 8,380 |
| Equipment maintenance | - | 32,920 | 39,734 | (6,814) |
| Total Public Works | - | 199,804 | 192,146 | 7,658 |
| <u>Library</u> | | | | |
| Library | - | 154,450 | 144,574 | 9,876 |

TOWN OF CASTINE, MAINE
SCHEDULE OF DETAILED DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2013

Schedule 1
(Concluded)

| | July 1, 2012 | Budget | Net Expenditures | (Over) Under Expended |
|--|--------------|-----------|---------------------|--------------------------|
| <u>Unclassified</u> | | | | |
| Economic Consultant | - | 30,000 | 29,994 | 6 |
| Youth program | - | 3,000 | 2,582 | 418 |
| Castine band | - | 500 | 500 | - |
| Holiday observance | - | 250 | 169 | 81 |
| Historic signs | - | 500 | - | 500 |
| General assistance | - | 2,000 | 846 | 1,154 |
| Service agencies | - | 2,400 | 2,400 | - |
| Elm tree care | 14,137 | 15,000 | 7,950 | 21,187 |
| Cemetery maintenance | - | 14,000 | 14,000 | - |
| Clock maintenance | - | 750 | 1,033 | (283) |
| Total Unclassified | 14,137 | 68,400 | 59,474 | 23,063 |
| <u>Education</u> | | | | |
| General | (3,945) | 1,139,713 | 1,178,706 | (42,938) |
| Special revenue | (1,661) | - | (26,111) | 24,450 |
| Capital improvement reserve | 16,500 | 1,500 | 8,000 | 10,000 |
| Special education reserve | 30,000 | - | 30,000 | - |
| Total Education | 40,894 | 1,141,213 | 1,190,595 | (8,488) |
| <u>Debt Service</u> | | | | |
| Tax anticipation note interest | 3,000 | - | - | 3,000 |
| General obligation bonds | - | 305,849 | 271,350 | 34,499 |
| | 3,000 | 305,849 | 271,350 | 37,499 |
| <u>Other</u> | | | | |
| County tax | - | 141,038 | 141,038 | - |
| Contingency | - | - | - | - |
| Total Other | - | 141,038 | 141,038 | - |
| TOTAL ALL DEPARTMENTS | 68,908 | 2,883,408 | 2,787,183 | 165,133 |
| <u>Capital and Reserves</u> | | | | |
| | - | 815,400 | 815,400 | - |
| Total all Departments and Capital/Reserves | 68,908 | 3,698,808 | 3,602,583 | 165,133 |

TOWN OF CASTINE, MAINE
SCHEDULE OF VALUATION AND ASSESSMENT
FOR THE YEAR ENDED JUNE 30, 2013

Assessed Valuation

| | | |
|--|------------------|----------------------------|
| Total Valuation Base | \$ 359,730,300 | |
| Homestead Exemptions | <u>2,158,400</u> | \$ 357,571,900 |
| Tax Rate per thousand | | <u>7.20</u> |
| Tax Commitment | | 2,574,518 |
| Add: Supplemental Taxes | | <u>-</u> |
| Total Taxes Committed to Tax Collector | | 2,574,518 |
| Less: Abatements | | <u>(4)</u> |
| Property Tax Revenue - Actual | | 2,574,514 |
| Add: Deferred Property Taxes Prior Years | | 55,910 |
| Less: Deferred Property Tax Revenue - Schedule 3 | | <u>(51,649)</u> |
| Property Tax Revenue Recognized - Exhibit D | | <u><u>\$ 2,578,775</u></u> |

COMPUTATION OF ASSESSMENT

Available:

| | | |
|----------------------------------|--------------|-------------------------|
| Tax Commitment | \$ 2,574,518 | |
| State Revenue Sharing | 41,000 | |
| Homestead/BETE Reimbursement | 8,060 | |
| Other Revenue | 541,725 | |
| Surplus, Original | 600,000 | |
| Other Revenue Additional | <u>8,000</u> | |
| | | \$ 3,773,303 |
| County Tax | - | |
| Education | 1,141,213 | |
| Town Appropriations - Original | 2,549,595 | |
| Town Appropriations - Additional | <u>8,000</u> | |
| | | <u>3,698,808</u> |
| Overlay | | <u><u>\$ 74,495</u></u> |

Schedule 3

TOWN OF CASTINE, MAINE
SCHEDULE OF GENERAL FUND TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2013

Real Estate Taxes

| | |
|---|------------------|
| 2013 Tax | \$ 32,560 |
| 2012 Tax | <u>19,089</u> |
| Total Taxes and Liens Receivable - Exhibit A | \$ <u>51,649</u> |
| Deferred Property Tax Revenue - Exhibit C and Schedule 2 | \$ <u>51,649</u> |

TOWN OF CASTINE, MAINE
SCHEDULE OF GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS
AND BANK RECONCILIATION
FOR THE YEAR ENDED JUNE 30, 2013

Cash on Hand, in Checking Account,
and General Investment Account -
July 1, 2012

\$ 3,240,989

Receipts

| | | | |
|---|----|-----------|-----------|
| Property taxes, liens, etc. (all years) | \$ | 2,609,100 | |
| Excise taxes | | 128,799 | |
| Intergovernmental revenues | | 68,996 | |
| Other revenue | | 324,558 | |
| Transfers from Trust Funds | | 317,198 | |
| Increase in intrafund payables | | 99,561 | |
| Proceeds from Debt | | 425,000 | |
| | | | 3,973,212 |
| Total Receipts | | | 7,214,201 |

Disbursements

| | | | |
|-----------------------------|--|-----------|-----------|
| Departmental Operations | | 4,226,617 | |
| Payment of Debt | | 172,478 | |
| Subtotal | | 4,399,095 | |
| Decrease in accounts | | | |
| Payable and accrued expense | | 9,692 | |
| Transfer of Fiduciary Funds | | 1,000 | |
| Net Disbursements | | | 4,409,787 |

Cash on Hand, in Checking Account,
and General Investments, June 30, 2013

\$ 2,804,414

Bank Reconciliation

| | | | |
|---|--|----|-----------|
| Balance on hand and per bank, June 30, 2013 | | \$ | 2,986,536 |
| Deposits in transit | | | - |
| Outstanding checks | | | (182,122) |
| Balance on hand and in bank per books | | \$ | 2,804,414 |

Balance of cash consists of:

| | | | |
|------------------------|----|-----------|--|
| On hand | \$ | 400 | |
| Checking | | 151,646 | |
| Sweeps Repo | | 1,652,368 | |
| Certificate of Deposit | | 1,000,000 | |
| | \$ | 2,804,414 | |

NOTICE TO CASTINE TAXPAYERS:

CASTINE TAXPAYERS ARE MORE THAN
WELCOME TO MAKE PARTIAL PAYMENTS,
AT ANYTIME, ON THEIR PROPERTY TAXES.
IF YOU ARE INTERESTED IN DOING SO,
YOU CAN SEND PAYMENTS TO THE
CASTINE TOWN OFFICE.
PLEASE CALL 207-326-4502,
IF YOU HAVE ANY QUESTIONS.

THANK YOU.

Notes:

THE WARRANT

Hancock County, SS

GREETINGS

In the name of the State of Maine, you are hereby requested to notify the inhabitants of the Town of Castine, qualified to vote in Town affairs, to meet at

Emerson Hall

on Saturday, the 10th day of May A.D. – 2014 at 8:30 a.m.

to act on the following articles to wit:

Town Articles

1. To choose a moderator to act at said meeting.
2. Shall the Town authorize any non-voter Castine property owner to speak at this Town Meeting when recognized by the Moderator?
3. Will the Town vote to authorize the Board of Selectmen to accept and expend State and Federal grant funds and other revenues received during the July 1, 2014 to June 30, 2015 fiscal year.

| Possible Revenue Sources | Estimated Amounts |
|---------------------------------|-------------------|
| State Municipal Revenue Sharing | \$30,000 |
| State Road Assistance | 12,000 |
| Other State Assistance | 6,000 |
| Homestead Act Reimbursements | 5,000 |

4. To see what sum, not to exceed \$405,219.00, the Town will vote to raise and appropriate for the General Government Account. The Board of Selectmen recommends: \$405,219.00.

| | |
|-----------------------------|-----------|
| From: Taxation | \$318,019 |
| Licenses and Permits | 8,700 |
| Municipal Fees - Clerk | 4,500 |
| Cell Tower Lease | 13,000 |
| Interest on Taxes | 6,000 |
| Investment Interest | 12,000 |
| Revenue Sharing | 30,000 |
| Other State Revenue | 6,000 |
| Homestead Act Reimbursement | 5,000 |
| In Lieu of Taxes | 1,000 |
| Miscellaneous | 1,000 |

2 TOWN OF CASTINE WARRANT 2014

| Account Name | Spent FY 13 | Budget FY 14 | Budget FY 15 |
|--------------------------|----------------|-----------------|-----------------|
| ADMINISTRATION | | | |
| Telephone | \$ 2,504 | \$ 3,000 | \$ 3,000 |
| Office Supplies | 2,691 | 2,500 | 2,500 |
| Emerson Hall Furnishings | 1,021 | 1,000 | 1,000 |
| Services | 14,676 | 17,100 | 17,100 |
| Postage | 2,199 | 2,500 | 2,500 |
| Elections | 963 | 500 | 1,000 |
| Salaries – TO | 159,383 | 164,333 | 166,920 |
| Medi/FICA – TO | 11,339 | 12,722 | 12,920 |
| Life/Health Ins – TO | 34,262 | 38,215 | 47,783 |
| Retirement | 9,163 | 9,388 | 9,543 |
| SUBTOTAL | \$238,201 | \$251,258 | \$264,266 |
| EMERSON HALL | | | |
| Emerson Hall Cleaning | \$ 00 | \$ 00* | \$ 8,900 |
| Heat | 8,619 | 10,850 | 10,850 |
| Water | 646 | 1,200 | 1,200 |
| Sewer | 558 | 600 | 600 |
| Electricity | 2,841 | 3,000 | 3,000 |
| Supplies | 743 | 1,400 | 1,400 |
| SUBTOTAL | \$ 13,407 | \$17,050 | \$ 25,950 |
| CODE ENFORCEMENT | | | |
| Code Enforcement Officer | \$ 17,259 | \$ 17,925 | \$ 18,143 |
| Medi/FICA – CEO | 1,185 | 1,336 | 1,388 |
| Health/Dental Ins – CEO | 3,166 | 3,868 | 4,022 |
| SUBTOTAL | \$ 21,610 | \$ 23,129 | \$ 23,553 |
| MISCELLANEOUS | | | |
| Ins./Bonds/Workers Comp | \$ 29,298 | \$ 36,000 | \$ 36,000 |
| Municipal Associations | 4,158 | 4,800 | 4,800 |
| Town Report | 5,300 | 5,500 | 5,500 |
| Assessment | 3,622 | 7,400 | 7,400 |
| Assessment – Refactor | 1,000 | 1,000 | 3,250 |
| Auditor | 10,295 | 7,000 | 8,000 |
| Legal | 10,081 | 20,000 | 20,000 |
| Planning | 68 | 1,500 | 500 |
| Appeals | 00 | 500 | 500 |
| Historic Preservation | 00 | 500 | 500 |
| Education/Courses/Dues | 2,463 | 2,500 | 2,500 |
| Mileage | 494 | 2,500 | 2,500 |
| SUBTOTAL | \$ 66,780 | \$ 89,200 | \$ 91,450 |
| GENERAL GOVT TOTAL | \$339,998 | \$380,637 | \$405,219 |

*FY 14 Budgeted in Separate Items

5. To see what sum, not to exceed \$155,111.00, the Town will vote to raise and appropriate for the Library Account. The Library Trustees and Board of Selectmen recommend: \$155,111.00.

| | |
|-------------------------|-------------|
| From: Taxation | \$76,655.00 |
| Library Investment Fund | 76,655.00 |
| Library Fees/Donations | 1,801.00 |

| Account Name | Spent FY 13 | Budget FY 14 | Budget FY 15 |
|-------------------------------|----------------|-----------------|-----------------|
| LIBRARY ADMINISTRATION | | | |
| Library – Salaries | \$ 82,137 | \$ 83,946 | \$ 87,320 |
| Library – Medi/FICA | 6,126 | 6,422 | 6,680 |
| Library – Life/Health Ins | 7,342 | 8,507 | 8,835 |
| Library – Retirement | 2,509 | 2,508 | 2,546 |
| SUBTOTAL | \$ 98,114 | \$101,383 | \$105,381 |
| LIBRARY OPERATING | | | |
| Books, Periodicals, etc. | \$ 21,200 | \$ 21,200 | \$ 21,200 |
| Bldg Utilities, Maint/Repairs | 12,673 | 16,140 | 15,290 |
| Support Services | 9,778 | 9,805 | 10,140 |
| Cleaning Services | 3,082 | 4,200 | 3,100 |
| SUBTOTAL | \$ 46,733 | \$ 51,345 | \$ 49,730 |
| LIBRARY TOTALS | \$144,847 | \$152,728 | \$155,111 |

4 TOWN OF CASTINE WARRANT 2014

6. To see what sum, not to exceed \$522,524.00, the Town will vote to raise and appropriate for the Public Safety Account. The Board of Selectmen recommends: \$522,524.00.

| | |
|--|-----------|
| From: Taxation | \$308,847 |
| Maine Maritime Academy – PS Contribution | 96,000 |
| Municipal Fees – Transfer Station | 69,000 |
| Municipal Fees – Harbor | 26,700 |
| Municipal Fees – Parking Tickets | 8,500 |
| Boat Excise Tax | 7,277 |
| Breeze Lease | 4,500 |
| Bagaduce Ambulance Corp. Trust Fund | 1,700 |

| Account Name | Spent FY 13 | Budget FY 14 | Budget FY 15 |
|-------------------------------------|----------------|-----------------|-----------------|
| FIRE DEPARTMENT | | | |
| Salaries - FD | \$ 12,000 | \$ 12,000 | \$ 12,000 |
| Medi/FICA – FD | 918 | 918 | 918 |
| Department Maintenance | 12,090 | 12,995 | 15,871 |
| Fire House Maintenance | 3,403 | 4,022 | 3,360 |
| Utilities | 9,319 | 7,346 | 7,950 |
| Vehicle Maintenance | 10,750 | 7,400 | 8,880 |
| Training | 4,149 | 5,550 | 4,650 |
| 1 st Responder Training | 559 | 4,050 | 3,000 |
| Fire Equipment | 11,121 | 14,495 | 15,315 |
| 1 st Responder Equipment | 7,160 | 2,850 | 4,286 |
| SUBTOTAL | \$ 71,469 | \$ 71,626 | \$ 76,230 |
| TRANSFER STATION | | | |
| TS Operations | \$ 79,277 | \$101,520 | \$101,520 |
| Salaries – TS | 25,798 | 27,043 | 27,454 |
| Medi/FICA – TS | 1,923 | 2,069 | 2,101 |
| Life/Health Ins – TS | 6,287 | 7,515 | 7,815 |
| Retirement – TS | 577 | 588 | 597 |
| SUBTOTAL | \$113,862 | \$138,735 | \$139,487 |
| HARBOR | | | |
| Harbor/Assistant Master | \$ 19,395 | \$ 17,000 | \$ 18,000 |
| Medi/FICA – HM | 1,484 | 1,301 | 1,377 |
| Docks/Wharfs/Floats | 4,160 | 8,850 | 13,800 |
| Boat | 736 | 2,000 | 800 |
| SUBTOTAL | \$ 25,775 | \$ 29,151 | \$ 33,977 |

| Account Name | Spent FY 13 | Budget FY 14 | Budget FY 15 |
|---------------------------|----------------|-----------------|-----------------|
| MISCELLANEOUS | | | |
| Septage Disposal | \$ 3,615 | \$ 6,000 | \$ 6,000 |
| Street Lights | 11,053 | 12,000 | 12,000 |
| Law Enforcement | 9,404 | 26,800 | 26,800 |
| Traffic Ordinance Officer | 5,566 | 8,500 | 8,500 |
| E - 911 Dispatch | 3,456 | 3,800 | 3,671 |
| Peninsula Ambulance | 15,613 | 16,980 | 16,979 |
| Hydrant Rental | 187,500 | 187,500 | 187,500 |
| Dock Bathrooms | 4,101 | * 45,100 | 7,540 |
| Animal Control Officer | 2,080 | 2,530 | 2,530 |
| Health Officer | 500 | 500 | 500 |
| Medi/FICA – PS | 622 | 810 | 810 |
| SUBTOTAL | \$243,510 | \$270,520 | \$272,830 |
| PUBLIC SAFETY TOTAL | \$454,616 | \$550,032 | \$522,524 |

* November 5, 2013, voters approved \$40,000 for Dock Bathroom Renovation

7. To see what sum, not to exceed \$209,043.00, the Town will vote to raise and appropriate for the Public Works Account. The Board of Selectmen recommends: \$209,043.00.

| | |
|-----------------------|-----------|
| From: Taxation | \$ 89,043 |
| Automobile Excise Tax | 120,000 |

| Account Name | Spent FY 13 | Budget FY 14 | Budget FY 15 |
|--------------------------|----------------|-----------------|-----------------|
| PUBLIC WORKS ADMIN | | | |
| Salaries | \$ 68,136 | \$ 73,576 | \$ 74,679 |
| Medi/FICA – PW | 4,477 | 5,779 | 5,863 |
| Life/Health Ins – PW | 27,890 | 32,471 | 33,700 |
| Retirement – PW | 4,448 | 4,415 | 4,481 |
| Clothing/Boot Allowance | 1,170 | 1,350 | 1,350 |
| SUBTOTAL | \$106,121 | \$117,591 | \$120,073 |
| PUBLIC WORKS MAINT | | | |
| Grounds Maintenance | \$ 5,743 | \$ 5,000 | \$ 5,000 |
| Rt 166A Well Maintenance | 3,036 | 2,500 | 2,500 |
| Road Maintenance | 38,270 | 48,550 | 48,550 |
| Equipment Maintenance | 39,782 | 32,920 | 32,920 |
| SUBTOTAL | \$ 86,831 | \$ 88,970 | \$ 88,970 |
| PUBLIC WORKS TOTAL | \$192,952 | \$206,561 | \$209,043 |

8. To see what sum, not to exceed \$35,900.00, the Town will vote to raise and appropriate for the Unclassified Account. The Board of Selectmen recommends: \$35,900.00.

| From: Taxation | | \$35,900 | |
|----------------------|----------------|-----------------|-----------------|
| Account Name | Spent FY 13 | Budget FY 14 | Budget FY 15 |
| UNCLASSIFIED | | | |
| General Assistance | \$ 846 | \$ 2,000 | \$ 2,000 |
| Service Agencies | 2,400 | 2,400 | 2,400 |
| Holiday Observance | 169 | 250 | 250 |
| Historic Signs | 00 | 500 | 500 |
| Clock Maintenance | 1,033 | 1,250 | 1,250 |
| Elm Tree Care | 7,950 | 15,000 | 10,000 |
| Cemetery Maintenance | 14,000 | 16,000 | 16,000 |
| Recreation Program | 2,582 | 3,000 | 3,000 |
| Castine Town Band | 500 | 500 | 500 |
| UNCLASSIFIED TOTAL | \$ 29,480 | \$ 40,900 | \$35,900 |

9. To see what sum, not to exceed \$36,500.00, the Town will vote to raise and appropriate for the Reserve Accounts. The Board of Selectmen recommends: \$36,500.00.

| From: Taxation | | \$33,777 | |
|------------------------|------------------------|-----------------|-----------------|
| Boat Excise Tax | | 2,723 | |
| Account Name | Spent/Carried FY 13 | Budget FY 14 | Budget FY 15 |
| RESERVES | | | |
| Fire Truck | \$ 10,000 | \$ 10,000 | \$ 10,000 |
| Public Works Vehicle | 20,000 | 20,000 | 20,000 |
| Harbor Master's Boat | 00 | 5,000 | 5,000 |
| Unemployment | 1,000 | 1,000 | 1,000 |
| Employment Advertising | 00 | 500 | 500 |
| RESERVES TOTAL | \$ 31,000 | \$ 36,500 | \$ 36,500 |

10. To see what sum, not to exceed \$292,782.00, the Town will vote to raise and appropriate for Debt Service. The Board of Selectmen recommends: \$292,782.00.

| | |
|--|-----------|
| From: Taxation | \$257,782 |
| Maine Maritime Academy – DS Contribution | 35,000 |

| Account Name | Spent FY 13 | Budget FY 14 | Budget FY 15 |
|----------------------|----------------|-----------------|-----------------|
| DEBT SERVICE | | | |
| Roads/Infrastructure | \$276,773 | \$ 271,150 | \$ 260,831 |
| Emerson Hall | 00 | 32,705 | 31,951 |
| DEBT SERVICE TOTAL | \$276,773 | \$ 303,855 | \$ 292,782 |

11. To see what sum, not to exceed \$25,000.00, the Town will vote to raise and appropriate for the Contingency Account. The Board of Selectmen recommends: \$25,000.00.

| | |
|----------------|----------|
| From: Taxation | \$25,000 |
|----------------|----------|

12. To see what sum, not to exceed \$132,049.00 the Town will vote to raise and appropriate for tax payment to Hancock County. The Board of Selectmen recommends: \$132,049.00.

| | |
|----------------|-----------|
| From: Taxation | \$132,049 |
|----------------|-----------|

13. To see what sum, not to exceed \$20,000.00, the Town will vote to raise and appropriate for Community and Economic Development Committee. The Board of Selectmen recommends: \$20,000.00.

| | |
|----------------|-----------|
| From: Taxation | \$ 14,000 |
| Surplus | 6,000 |

Note: At least \$6,000 will be returned to surplus this current fiscal year.

| Account Name | Spent FY 13 | Budget FY 14 | Budget FY 15 |
|------------------------------|----------------|-----------------|-----------------|
| SEPARATE ITEMS | | | |
| Contingency | \$ 25,000 | \$ 25,000 | \$ 25,000 |
| County Tax | 141,037 | 140,690 | 132,049 |
| Economic Development Consult | 29,994 | 30,000 | 20,000 |
| Emerson Hall Cleaning | 00 | 8,900 | 00* |
| SEPARATE ITEMS TOTAL | \$ 196,031 | \$ 204,590 | \$177,049 |

*FY 15 Budgeted for in General Government – Emerson Hall

| | | | |
|-------------------------------|-------------|-------------|-------------|
| General Fund Operating Budget | | | |
| TOTAL | \$1,665,697 | \$1,875,803 | \$1,834,128 |

14. To see what sum, not to exceed \$5,000.00, the Town will raise and appropriate for Emerson Hall. The Board of Selectmen recommends: \$5,000.00.

| | |
|----------------|---------|
| From: Taxation | \$5,000 |
|----------------|---------|

15. To see what sum, not to exceed \$49,000.00, the Town will raise and appropriate for Harbor Improvements/Maintenance. The Board of Selectmen recommends: \$49,000.00.

| | |
|----------------|----------|
| From: Taxation | \$49,000 |
|----------------|----------|

16. To see what sum, not to exceed \$1,400.00, the Town will raise and appropriate for Hardware/Software. The Board of Selectmen recommends: \$1,400.00.

| | |
|----------------|---------|
| From: Taxation | \$1,400 |
|----------------|---------|

17. To see what sum, not to exceed \$100,000.00, the Town will raise and appropriate for Roadway/Infrastructure Improvements. The Board of Selectmen recommends: \$100,000.00.

| | |
|-----------------------|----------|
| From: Taxation | \$88,000 |
| State Road Assistance | 12,000 |

18. To see what sum, not to exceed \$156.00, the Town will raise and appropriate for Fire Dept Capital Equipment. The Board of Selectmen recommends: \$156.00.

| | |
|---------------|-------|
| From: Surplus | \$156 |
|---------------|-------|

Note: This is the amount from FY13 that was unspent and sent back to surplus.

19. To see what sum, not to exceed \$5,400.00, the Town will raise and appropriate for Fireworks Capital Account to be used to fund Castine's annual 4th of July fireworks display. The Board of Selectmen recommends: \$5,400.00.

| | |
|----------------|---------|
| From: Taxation | \$5,400 |
|----------------|---------|

20. To see what sum, not to exceed \$5,000.00, the Town will raise and appropriate for Library Building Fund Maintenance. The Library Trustees recommend: \$5,000.00.

| | |
|-------------------------------|---------|
| From: Library Investment Fund | \$5,000 |
|-------------------------------|---------|

| Account Name | Budget FY 14 | Budget FY 15 |
|-------------------------------------|-----------------|-----------------|
| CAPITAL PROJECTS | | |
| Emerson Hall | \$ 5,000 | \$ 5,000 |
| Harbor Improvements/Maintenance | 16,300 | 49,000 |
| Hardware/Software | 4,400 | 1,400 |
| Roadway/Infrastructure Improvements | 100,000 | 100,000 |
| Fire Dept Capital Equipment | 0 | 156 |
| Fireworks | 3,000 | 5,400 |
| Municipal Building Roof | 15,000 | 0 |
| Library Building Maintenance | 5,000 | 5,000 |
| CAPITAL PROJECTS | | |
| TOTAL | \$ 148,700 | \$ 165,956 |
| COMBINED BUDGETS | | |
| TOTAL | \$2,024,503 | \$2,000,084 |

21. [To be voted by written ballot] To see if the Town will vote to increase the property tax levy limit of \$1,313,517.16 established for Castine by State law in the event that the municipal budget approved under the preceding articles will result in a tax commitment that is greater than the property tax levy limit.
22. To see if the Town will authorize the Board of Selectmen to borrow in anticipation of tax revenue, which will be repaid out of 2014 - 2015 municipal taxes.
23. To see if the Town will authorize the Board of Selectmen and the Treasurer, on behalf of the Town, to sell or lease any real estate it may acquire of foreclosed tax mortgages, after first offering the property to the previous owners for payment of all back taxes, fees and interest, on such terms as they may deem advisable and execute quitclaim deeds for the same and to allow the Board of Selectmen to authorize the Treasurer to waive automatic lien foreclosures when it is in the best interest of the Town.
24. To see if the Town will fix a date when taxes are due and payable and a rate of interest to be charged on unpaid taxes after a set date. The Board of Selectmen recommends that taxes are due and payable on September 19, 2014 and that interest, with a rate of 7% per annum will be charged on any amount not paid by September 19, 2014.
25. To see if the Town will fix dates when sewer charges are due and a rate of interest to be charged on unpaid sewer charges after each set date. The Board of Selectmen recommends that quarterly sewer charges are due and payable on August 10, 2014, November 10, 2014, February 10, 2015 and May 10, 2015 and seasonal sewer charges are due and payable on December 10, 2014 and that an interest rate of 7% per annum will be charged on any amount not paid by those dates.
26. To see if the Town will vote to authorize the Tax Collector to accept prepayment of taxes not yet due or assessed, provided however, that the Tax Collector is not authorized to pay any percentage of interest thereon.
27. To see if the Town will vote to authorize expenditures to pay tax abatements and applicable interest granted by the Board of Selectmen/Assessors/Overseers of the Poor during the fiscal year beginning July 1, 2014 in an aggregate amount not to exceed the property tax commitment overlay.

28. To see if the Town will vote to authorize the Board of Selectmen to accept both conditional and unconditional gifts to the Town on behalf of the Town of Castine.
29. To see if the Town will vote to authorize the Board of Selectmen to sell or otherwise dispose of, by advertisement, any personal property owned by the Town which the Selectmen determine to be no longer required for Town use. No article of historic value to the Town of Castine will be included in such personal property sale.
30. To see if the Town will vote to authorize the Witherle Memorial Library Trustees to accept both conditional and unconditional gifts for use in or for the benefit of the Witherle Memorial Library of the Town of Castine.
31. To see if the Town will vote to authorize the Witherle Memorial Library Trustees to dispose of books and materials, which have been withdrawn from the Library's Collection, at the Library Director's advice.

Note: Withdrawn books go to The Friends of Witherle Memorial Library Book Sale, the proceeds of which go to help fund other Library programs.

32. To see if the Town will vote to authorize the Board of Selectmen to accept and expend grants in any amount and from any agency to the Town of Castine provided that the matching funds from the Town do not exceed \$10,000 and are available in the current operating budget.
33. To see if the Town will vote to authorize the Board of Selectmen to negotiate and enter into a lease for the "Breeze" premises for a term not to exceed five years from the expiration date of the current lease, December 31, 2014.

Note: The Board of Selectmen will discuss the terms of the lease in an open meeting prior to signing the lease.

34. To see if the Town will vote to authorize the Board of Selectmen to negotiate and enter into a lease for the "Lighthouse Keepers House" premises for a term not to exceed five years from the expiration date of the current lease, June 30, 2014.

Note: The Board of Selectmen will discuss the terms of the lease in an open meeting prior to signing the lease.

35. [To be voted by written ballot] This article will pertain to Infrastructure borrowing.
36. [To be voted by written ballot] This article will pertain to Underground Power borrowing
37. [To be voted by written ballot] This article will pertain to Water Filtration Upgrade borrowing.

Note: An amended Warrant and the full language for the above articles will be available and posted at least seven days prior to Town Meeting.

School Articles

38. To see if the Town will approve transporting secondary students to George Stevens Academy and Bucksport for the 2014-2015 school year.
39. To see if the Town will authorize the School Committee to expend State and Federal revenue funds and other receipts to operate the schools for the July 1, 2014 to June 30, 2015 fiscal year.
40. To see if the Town will authorize the School Committee to carry forward any surplus verified by the audit from the 2013 – 2014 fiscal year to be used to reduce the tax commitment for the 2015 – 2016 budget.
41. To see if the Town will vote to authorize the School Committee to accept both conditional and unconditional gifts for use in or for the benefit of the Adams School of the Town of Castine.
42. To see what sum the Town will authorize the School Committee to expend for System Administration Services for the July 1, 2014 to June 30, 2015 fiscal year.
- School Committee Services
 - Office of the Superintendent
 - Contingency Funds

School Committee Recommends: \$81,041.03

| System Administration Services | Budgeted 2013-2014 | Requested 2014-2015 |
|--|-----------------------|------------------------|
| 2310 Board Stipends | \$ 0.00 | \$ 1,600.00 |
| 2310 Board Stipend Medi/FICA | 0.00 | 122.40 |
| 2310 Purchased Professional Services | 6,050.00 | 12,050.00 |
| 2310 Other Purchased Services | 308.00 | 493.60 |
| 2310 Miscellaneous Board Expenses | 745.00 | 745.00 |
| 2310 Contingency | 10,000.00 | 10,000.00 |
| 2320 Assessment for Administration (Pro-rates) | 37,081.37 | 39,519.10 |
| 2500 Assessment for Business Admin (Pro-rates) | 15,845.81 | 16,510.93 |
| Total System Administration Services | \$ 70,030.18 | \$ 81,041.03 |

Student Transportation Services for the July 1, 2014 to June 30, 2015 fiscal year.

School Committee Recommends: \$76,247.88

| Student Transportation | Budgeted 2013-2014 | Requested 2014-2015 |
|--------------------------------------|-----------------------|------------------------|
| 2700 Bus Driver Wages – Regular Runs | \$ 22,084.38 | \$ 24,975.00 |
| 2700 Substitute Bus Drivers | 600.00 | 600.00 |
| 2700 Bus Driver Health Insurance | 8,238.09 | 5,301.60 |
| 2700 Substitute Medi/FICA | 46.00 | 46.00 |
| 2700 Medi/FICA | 1,689.45 | 1,910.59 |
| 2700 Substitute Workers Compensation | 49.50 | 49.50 |
| 2700 Workers Compensation | 1,580.71 | 1,709.89 |
| 2700 Repair and Maintenance of Buses | 9,000.00 | 12,000.00 |
| 2700 Insurance on School Buses | 717.00 | 1,875.30 |
| 2700 Bus Cell Phones | 150.00 | 0.00 |
| 2700 Mileage Reimbursement | 3,600.00 | 0.00 |
| 2700 Energy - Motor Fuels | 10,000.00 | 11,000.00 |
| 2700 Purchase of School Buses | 16,780.00 | 16,780.00 |
| 2700 Total Student Transportation | \$ 74,535.13 | \$ 76,247.88 |

44. To see what sum the Town will authorize the School Committee to expend for Regular Instructional Services for the July 1, 2014 to June 30, 2015 fiscal year.

- Regular Secondary Program
- Elementary Instructional Services
- Gifted and Talented Program

School Committee Recommends: \$830,304.81

| Regular Instructional Services | Budgeted 2013-2014 | Requested 2014-2015 |
|---|-----------------------|------------------------|
| 1000 Teacher Salaries | \$384,669.55 | \$399,199.60 |
| 1000 Substitute Wages | 7,200.00 | 7,200.00 |
| 1000 Instructional Stipends | 11,942.40 | 525.00 |
| 1000 Teacher Health Insurance | 85,590.69 | 93,470.25 |
| 1000 Stipend Benefits | 221.55 | 7.61 |
| 1000 Teacher Medi/FICA | 5,577.71 | 5,788.40 |
| 1000 Substitute Medi/FICA | 283.64 | 283.64 |
| 1000 Teacher Retirement | 0.00 | 10,578.80 |
| 1000 Course/Tuition Reimbursement | 10,969.00 | 6,268.00 |
| 1000 Tech Stipend Workers Compensation | 43.33 | 1.99 |
| 1000 Teacher Workers Compensation | 1,459.81 | 1,510.57 |
| 1000 Substitute Workers Compensation | 23.32 | 27.32 |
| 1000 Professional Development/Conferences | 2,600.00 | 2,600.00 |
| 1000 Instructional Travel Reimbursement | 400.00 | 400.00 |
| 1000 Equipment and Furnishings | 1,850.00 | 1,850.00 |
| 1000 Instructional Supplies | 6,550.00 | 7,750.00 |
| 1000 Textbooks and Supplements | 9,695.00 | 9,695.00 |

| | 2013-2014 | 2014-2015 |
|---|---------------|---------------|
| 1000 Instructional Software | \$ 575.00 | \$ 825.00 |
| 1000 Educational Field Trips | 200.00 | 500.00 |
| 1000 Substitute Wages Secondary | 1,000.00 | 0.00 |
| 1000 Tuition to LEAs Within Maine | 51,244.22 | 58,022.52 |
| 1000 Tuition to Schools Outside of Maine | 9,317.13 | 0.00 |
| 1000 Tuition to Private Schools | 209,635.43 | 207,914.03 |
| 1000 Retirement Private Schools | 0.00 | 2,533.14 |
| 1000 Insured Value Factor | 10,481.77 | 10,153.94 |
| 1000 Purchased Professional Services | 1,000.00 | 2,000.00 |
| 1000 Training/Professional Development/Confer | 0.00 | 500.00 |
| 1000 G/T Other Purchased Services | 200.00 | 500.00 |
| <u>1000 G/T Instructional Supplies</u> | <u>200.00</u> | <u>200.00</u> |
| Total Regular Instructional Program | \$812,929.55 | \$830,304.81 |

45. To see what sum the Town will authorize the School Committee to expend for Student and Staff Support Services for the July 1, 2014 to June 30, 2015 fiscal year.

- Guidance Services
- Student Health Services
- Curriculum Development
- Instructional Staff Training
- Instructional Technology

School Committee Recommends: \$45,078.10

| Student and Staff Support Services | Budgeted 2013-2014 | Requested 2014-2015 |
|---|-----------------------|------------------------|
| 2120 Guidance Salaries | \$ 6,503.40 | \$ 6,568.40 |
| 2120 Guidance Health Insurance | 0.00 | 1,773.00 |
| 2120 Medi/FICA | 94.30 | 95.24 |
| 2020 Guidance Retirement | 0.00 | 174.06 |
| 2120 Worker's Compensation | 24.68 | 24.85 |
| 2120 Instructional Supplies | 248.00 | 500.00 |
| 2130 Nurse Salaries | 7,252.00 | 7,996.80 |
| 2130 Health Insurance | 2,171.87 | 2,245.20 |
| 2130 Medi/FICA | 105.15 | 115.95 |
| 2030 Nurse Retirement | 0.00 | 211.92 |
| 2130 Workers Compensation | 27.52 | 30.26 |
| 2130 Professional Development/Conferences | 150.00 | 150.00 |
| 2130 Repair and Maintenance | 40.00 | 40.00 |
| 2130 Employee Travel | 40.00 | 40.00 |
| 2130 Health Supplies | 780.00 | 780.00 |
| 2130 Other Costs (example: Dues) | 50.00 | 50.00 |
| 2210 Curriculum Development Salaries | 2,940.00 | 2,940.00 |
| 2210 Medi/FICA | 42.63 | 42.63 |
| 2210 Curriculum Development Retirement | 0.00 | 77.92 |
| 2210 Workers Compensation | 11.16 | 11.13 |
| 2213 Teacher Certification Salaries | 1,014.00 | 3,014.00 |

| | 2013-2014 | 2014-2015 |
|-----------------------------------|--------------|--------------|
| 2213 Medi/FICA | \$ 24.00 | \$ 72.00 |
| 2213 Unemployment Insurance | 10.78 | 32.34 |
| 2213 Workers Compensation | 5.80 | 17.40 |
| 2230 Contracted Computer Services | 11,825.00 | 11,825.00 |
| 2230 Contracted Computer Repairs | 1,000.00 | 1,000.00 |
| 2230 Technology Related Supplies | 1,000.00 | 1,000.00 |
| 2230 Technology Equipment | 2,064.00 | 4,250.00 |
| Total Grades K – 8 Technology | \$ 37,424.29 | \$ 45,078.10 |

46. To see what sum the Town will authorize the School Committee to expend for Office of the Principal Services for the July 1, 2014 to June 30, 2015 fiscal year.

School Committee Recommends: \$77,126.74

| Principal's Office | Budgeted 2013-2014 | Requested 2014-2015 |
|---|-----------------------|------------------------|
| 2400 Principal Salaries | \$ 17,336.25 | \$ 18,000.00 |
| 2400 Secretary Salaries | 26,473.92 | 27,433.12 |
| 2400 Substitute Wages | 0.00 | 800.00 |
| 2400 Principal Health Insurance | 5,958.56 | 6,142.92 |
| 2400 Secretary Health Insurance | 6,425.71 | 6,637.92 |
| 2400 Substitute Medi/FICA | 0.00 | 61.20 |
| 2400 Principal Medi/FICA | 251.38 | 261.00 |
| 2400 Secretary Medi/FICA | 2,025.25 | 2,098.63 |
| 2400 Principal Retirement | 0.00 | 477.00 |
| 2400 Tuition Reimbursement | 3,134.00 | 3,134.00 |
| 2400 Substitute Workers Compensation | 0.00 | 3.03 |
| 2400 Principal Workers Compensation | 65.79 | 68.11 |
| 2400 Secretary Workers Compensation | 100.47 | 103.81 |
| 2400 Professional Development/Conferences | 1,600.00 | 2,100.00 |
| 2400 Repair and Maintenance Services | 2,500.00 | 2,000.00 |
| 2400 Rent/Lease of Other Equipment | 1,610.00 | 1,692.00 |
| 2400 Communications | 2,500.00 | 3,095.00 |
| 2400 Mileage Reimbursement | 150.00 | 150.00 |
| 2400 Travel for Professional Development | 900.00 | 1,000.00 |
| 2400 General Supplies | 1,000.00 | 1,000.00 |
| 2400 Miscellaneous Expenses | 869.00 | 869.00 |
| Total Principal's Office | \$ 72,900.33 | \$ 77,126.74 |

Operation and Maintenance of Plant Services for the July 1, 2014 to June 30, 2015 fiscal year.

School Committee Recommends: \$99,120.16

| Operations and Maintenance | Budgeted 2013-2014 | Requested 2014-2015 |
|--|-----------------------|------------------------|
| 2600 Custodian Wages | \$ 27,058.04 | \$ 27,605.80 |
| 2600 Substitute Wages | 350.00 | 350.00 |
| 2600 Stipends | 250.00 | 250.00 |
| 2600 Custodian Health Insurance | 8,238.09 | 7,352.16 |
| 2600 Substitute Medi/FICA | 50.00 | 50.00 |
| 2600 Custodian Medi/FICA | 2,069.94 | 2,111.84 |
| 2600 Substitute Workers Compensation | 24.00 | 24.00 |
| 2600 Custodian Workers Compensation | 938.48 | 920.71 |
| 2600 Professional Development/Conferences | 300.00 | 300.00 |
| 2600 Purchased Property Services | 5,400.00 | 5,400.00 |
| 2600 Purchased Repair and Maintenance Services | 25,200.00 | 18,460.00 |
| 2600 Property and Casualty Insurance | 1,137.15 | 1,420.65 |
| 2600 General Custodial Supplies | 6,450.00 | 6,875.00 |
| 2600 Energy - Electricity | 6,000.00 | 6,000.00 |
| 2600 Energy - Heating Oil | 13,000.00 | 15,000.00 |
| 2600 Custodial/Maintenance Equipment Purchase | 1,469.00 | 500.00 |
| 2600 Building Furniture/Fixtures | 7,658.50 | 4,000.00 |
| 2600 Renovations/Remodeling Projects | 6,500.00 | 2,500.00 |
| Total Operations and Maintenance | \$112,093.16 | \$ 99,120.16 |

48. To see what sum the Town will authorize the School Committee to expend for Special Education Program for the July 1, 2014 to June 30, 2015 fiscal year.

- Director of Special Services
- Special Education Programs

School Committee Recommends: \$172,990.39

| Special Education Program | Budgeted 2013-2014 | Requested 2014-2015 |
|--|-----------------------|------------------------|
| 1000 Teacher Salaries | \$ 37,053.00 | \$ 38,471.40 |
| 1000 Instructional Aides/Assistant Wages | 9,239.00 | 9,423.05 |
| 1000 Tutor Wages | 2,320.00 | 2,320.00 |
| 1000 Teacher Health Insurance | 12,166.46 | 11,298.63 |
| 1000 Ed Tech Health Insurance | 3,214.20 | 3,471.33 |
| 1000 Medi/FICA | 615.55 | 636.12 |
| 1000 Ed Tech Medi/FICA | 133.97 | 136.63 |
| 1000 Teacher Retirement | 0.00 | 1,061.89 |
| 1000 Ed Tech Retirement | 0.00 | 249.71 |
| 1000 Course/Tuition Reimbursement | 0.00 | 1,567.00 |
| 1000 Teacher Workers Compensation | 149.42 | 154.35 |
| 1000 Ed Tech Workers Compensation | 35.06 | 35.66 |

| | 2013-2014 | 2014-2015 |
|--|--------------|--------------|
| 1000 Professional Development/Conferences | 480.00 | 480.00 |
| 1000 Tuition to LEAs Within Maine | 17,187.50 | 28,000.00 |
| 1000 Tuition to Private Organizations | 29,345.00 | 18,000.00 |
| 1000 Employee Travel for Professional Develop | 140.00 | 140.00 |
| 1000 Instructional Supplies | 1,000.00 | 1,779.00 |
| 1000 Books and Periodicals | 250.00 | 250.00 |
| 1000 Other Equipment (Unit Cost of \$500+) | 700.00 | 1,600.00 |
| 2330 Assessment for Special Ed Admin | 22,621.73 | 23,239.44 |
| 2140 Purchased Psychological Services – Elementary | 5,400.00 | 4,400.00 |
| 2140 Purchased Psychological Services – Secondary | 1,800.00 | 4,400.00 |
| 2150 Clinician/Pathologist Salaries | 11,187.00 | 8,256.40 |
| 2150 Speech Stipends | 0.00 | 9,070.50 |
| 2150 Clinician/Pathologist Health Insurance | 8,309.53 | 3,523.32 |
| 2150 Speech Stipend Medi/FICA | 0.00 | 131.52 |
| 2150 Medi/FICA | 162.21 | 119.72 |
| 2150 Speech Stipend Retirement | 0.00 | 240.37 |
| 2150 Retirement | 0.00 | 218.79 |
| 2150 Speech Stipend Workers Compensation | 0.00 | 34.32 |
| 2150 Workers Compensation | 42.45 | 31.24 |
| 2160 Purchased Occupational Therapy Services | 250.00 | 250.00 |
| Total Special Education Programs | \$163,802.08 | \$172,990.39 |

49. To see what sum the Town will authorize the School Committee to expend for
 Other Instruction for the July 1, 2014 to June 30, 2015 fiscal year.
- Co-Curricular
 - Extra-Curricular Activities

School Committee Recommends: \$12,789.23

| K - 8 Co-Curricular | Budgeted 2013-2014 | Requested 2014-2015 |
|--------------------------------|-----------------------|------------------------|
| 1000 Co-Curricular Stipends | \$ 2,600.00 | \$ 2,600.00 |
| 1000 Medi/FICA | 103.84 | 103.84 |
| 1000 Workers Compensation | 15.39 | 15.39 |
| 1000 Other Purchased Services | 1,290.00 | 1,290.00 |
| 1000 Supplies | 500.00 | 500.00 |
| 1000 Extra-Curricular Stipends | 4,550.00 | 4,550.00 |
| 1000 Medi/FICA | 448.00 | 448.00 |
| 1000 Workers Compensation | 22.00 | 22.00 |
| 1000 Officiating | 2,000.00 | 2,000.00 |
| 1000 Other Purchased Services | 130.00 | 130.00 |
| 1000 Supplies | 750.00 | 750.00 |
| 1000 Equipment | 0.00 | 380.00 |
| Total Other Instruction | \$ 12,409.23 | \$ 12,789.23 |

All Other Expenditures for the July 1, 2014 to June 30, 2015 fiscal year.

- Food Service Operations

School Committee Recommends: \$31,705.79

| School Lunch Program | Budgeted 2013-2014 | Requested 2014-2015 |
|--------------------------------------|-----------------------|------------------------|
| 3100 Salaries | \$ 17,268.13 | \$ 17,609.36 |
| 3100 Substitute Wages | 100.00 | 100.00 |
| 3100 Substitute Benefits | 8.00 | 8.00 |
| 3100 Medi/FICA | 1,321.01 | 1,347.12 |
| 3100 Substitute Workers Compensation | 4.00 | 4.00 |
| 3100 Workers Compensation | 598.93 | 587.31 |
| 3100 Repair and Maintenance | 300.00 | 300.00 |
| 3100 Propane Gas | 900.00 | 900.00 |
| 3100 Food | 10,000.00 | 10,000.00 |
| 3100 Non Food Supplies | 500.00 | 500.00 |
| 3100 Supply Equipment | 250.00 | 250.00 |
| 3100 Miscellaneous | 100.00 | 100.00 |
| Total Food Service Program | \$ 31,350.07 | \$ 31,705.79 |
| Budget Totals | \$1,387,474.02 | \$1,426,404.13 |

51. To see what sum the Town will appropriate for the total cost of funding public education from kindergarten to grade 12 as described in the Essential Programs and Services Funding Act (Recommend: \$832,292.35) for the July 1, 2014 to June 30, 2015 fiscal year and to see what sum the Town will raise as the Town's contribution to the total cost of funding public education from kindergarten to grade 12 as described in the Essential Programs and Services Funding Act in accordance with the Maine Revised Statutes, Title 20-A, Section 15688.

School Committee Recommends: \$807,292.35

"Explanation: The school administrative unit's contribution to the total cost of funding public education from kindergarten to grade 12 as described in the Essential Programs and Services Funding Act is the amount of money determined by state law to be the minimum amount that a municipality must raise in order to receive the full amount of state dollars."

in additional local funds for school purposes for the July 1, 2014 to June 30, 2015 fiscal year.

School Committee Recommends: \$562,405.99

(In order to maintain current educational programs and offerings, the School Committee recommends raising the \$562,405.99 in additional funds, which exceeds the State’s Essential Programs and Services funding model.)

“Explanation: The additional local funds are those locally raised funds over and above the school administrative unit’s local contribution to the total cost of funding public education from kindergarten to grade 12 as described in the Essential Programs and Services Funding Act and local amounts raised for the annual debt service payment on non-state-funded school construction projects or the non-state-funded portion of a school construction project that will help achieve the town’s budget for educational programs.”

53. To see what sum the Town will raise and appropriate for local nutritional allocation purposes (the school lunch program) for the July 1, 2014 to June 30, 2015 fiscal year.

School Committee Recommends: \$19,205.79

54. To see what sum the Town will authorize the school committee to expend for the fiscal year beginning July 1, 2014 and ending June 30, 2015 from the school administrative unit’s contribution to the total cost of funding public education from kindergarten to grade 12 as described in the Essential Programs and Services Funding Act, non-state-funded school construction projects, additional local funds for school purposes under the Maine Revised Statutes, Title 20-A, Section 15690, unexpended balances, tuition receipts, state subsidy and other receipts for the support of schools.

School Committee Recommends: \$1,426,404.13

55. Shall the Town vote to accept the categories of funds listed below as provided by the Maine State Legislature for educational purposes for the 2013–2014 fiscal year.

| | |
|---|-------------|
| State Educational Subsidy | \$25,000.00 |
| School Lunch Subsidy | 6,500.00 |
| Local Entitlement Grant | unknown |
| Any Other Grants Which Become Available | unknown |

56. To see what sum the Town will vote to raise and appropriate during the 2014 – 2015 fiscal year for the Capital Improvement Reserve Account.

School Committee Recommends: \$1,250.00

Castine School Department Budgeted 2013-2014 Compared with Requested 2014-2015

| Account | Budgeted 2013-2014 | Requested 2014-2015 | Difference |
|------------------------------|-----------------------|------------------------|--------------|
| School Committee | \$ 17,103.00 | \$ 25,011.00 | \$ 7,908.00 |
| Superintendent's Office | 52,927.18 | 56,030.03 | 3,102.85 |
| Director of Special Services | 22,621.73 | 23,239.44 | 617.71 |
| Student Transportation | 74,535.13 | 76,247.88 | 1,712.75 |
| Secondary Ed Programs | 281,678.55 | 278,623.63 | (3,054.92) |
| Elementary Ed Programs | 530,851.82 | 550,481.18 | 19,630.18 |
| Gifted & Talented Program | 400.00 | 1,200.00 | 800.00 |
| K – 8 Technology | 15,889.00 | 18,075.00 | 2,186.00 |
| Guidance Services | 6,870.38 | 9,135.55 | 2,265.17 |
| Student Health Services | 10,616.54 | 11,660.13 | 1,043.59 |
| Principal's Office | 72,900.33 | 77,126.74 | 4,226.41 |
| Operations & Maintenance | 112,093.16 | 99,120.16 | (12,973.00) |
| Special Ed Programs | 141,180.35 | 149,750.95 | 8,570.60 |
| K – 8 Co-Curricular | 4,509.23 | 4,509.23 | 0.00 |
| K – 8 Extra Curricular | 7,900.00 | 8,280.00 | 380.00 |
| Instructional Staff Training | 1,054.58 | 3,135.74 | 2,081.16 |
| Curriculum Development | 2,993.79 | 3,071.68 | 2,993.79 |
| Food Service Program | 31,350.07 | 31,705.79 | 355.72 |
| BUDGET TOTALS | \$1,387,474.02 | \$1,426,404.13 | \$ 38,930.11 |

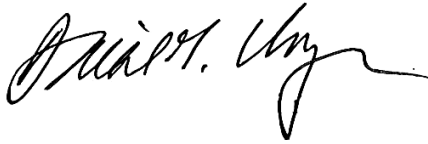
Castine School Departments Receipts

| | FY 13-14 | FY 14-15 | Difference |
|------------------------------------|----------------|----------------|--------------|
| State Share | | | |
| State EPS Allocation | \$ 19,000.00 | \$ 25,000.00 | \$ 6,000.00 |
| Balance Forward | 25,000.00 | 0.00 | (25,000.00) |
| Daily Sales – School Lunch Program | 7,000.00 | 6,000.00 | (1,000.00) |
| State School Meal Reimbursement | 6,000.00 | 6,500.00 | 500.00 |
| Local Share | | | |
| Local EPS Allocation | 786,560.92 | 807,292.35 | 20,731.43 |
| Additional Local Appropriation | 525,563.03 | 562,405.99 | 36,842.96 |
| Local Nutrition Allowance | 18,350.07 | 19,205.79 | 855.72 |
| BUDGET | \$1,387,474.02 | \$1,426,404.13 | \$ 38,930.11 |

**Castine School Department
State / Federal / Town Funds**

| | FY13-14 | FY14-15 | Difference |
|--|-------------|-------------|-------------|
| Capital Improvement Reserve Account | | | |
| Balance Forward Capital Improvement | \$10,000.00 | \$13,000.00 | \$ 3,000.00 |
| Local Allocation Capital Improvement | 3,000.00 | 1,250.00 | (1,750.00) |
| Special Education Reserve Account | | | |
| Balance Forward Special Education Reserve* | 0.00 | 15,000.00 | 15,000.00 |
| Local Allocation Special Education Reserve | 15,000.00 | 0.00 | (15,000.00) |
| Local Entitlement Grant | | | |
| IDEA Local Entitlement Revenue | 14,000.00 | tbd | |
| Local Entitlement Balance Forward | 2,185.12 | tbd | |
| Ed Tech Wages | 10,579.96 | 10,790.71 | 210.75 |
| Ed Tech Health Ins | 3,680.72 | 3,975.15 | 294.43 |
| Ed Tech Medi/FICA | 153.41 | 156.47 | 3.06 |
| Ed Tech Retirement | 1,730.88 | 1,765.36 | 34.48 |
| Ed Tech Workers Comp | 40.15 | 40.83 | 0.68 |

Dated at Castine, Maine, this 19th day of March, A.D. 2014.

A handwritten signature in black ink, appearing to read "David G. Unger", with a long, sweeping horizontal stroke at the end.

David G. Unger, Chairman

A handwritten signature in black ink, appearing to read "Peter F. Vogell", with a stylized, cursive script.

Peter F. Vogell

A handwritten signature in black ink, appearing to read "Constantino G. Basile", with a cursive script and a large, decorative flourish at the end.

Constantino G. Basile

SELECTMEN, TOWN OF CASTINE

ATTEST:

Susan M. Macomber, Town Clerk

Town of Castine

